

Herald Tribune

PUBLISHED WITH THE NEW YORK TIMES AND THE WASHINGTON POST

The World's Daily Newspaper

R

London, Tuesday, April 22, 1997

No. 35,502



General Borong, left, and a Chinese diplomat, Chen Zuor, waving Monday at the Hong Kong border crossing.

Changing Guard in Wary Hong Kong

By Edward A. Gargan
New York Times Service

HONG KONG — Under ashen skies, the first elements of the People's Liberation Army of China crossed the border into Hong Kong on Monday, the day after the handover of the territory to China.

The contingent of 40 officers and soldiers, the first Chinese troops to take up positions in Hong Kong in 150 years, arrived to begin preparations for China's resumption of sovereignty at midnight June 30.

Shortly after noon, and moments after a Royal Navy ship fired a 21-gun salute to honor Queen Elizabeth II's

birthday, the Chinese troops crossed into the British colony at Lok Ma Chan. The troops, who were in their green uniforms but not armed, were led by Major General Zhou Borong.

Unescorted, the eight-vehicle convoy, including three camouflage-painted trucks containing communications equipment, maneuvered through fearsome traffic and arrived at the headquarters of the British garrison.

"This is a historic moment for both British and Chinese armed forces," said Major General Bryan Dutton, the commander of British forces, as he stood next to his Chinese counterpart. "We will be working hard together to achieve our common purpose — the smooth transfer of the responsibility for Hong Kong."

General Zhou, speaking in Mandarin,

said that he was looking forward to "mutual cooperation" in the days leading up to the change in sovereignty.

The Chinese Army is regarded with a mixture of fear and uncertainty here, with memories of its savagery still fresh. Virtually every television broadcast announcing the army's arrival here included scenes of the People's Liberation Army assaulting Tiananmen Square in Beijing on June 4, 1989.

Aware of its scarred image, senior Chinese officers have tried to assuage Hong Kong fears by repeatedly promising that Chinese troops would behave in a winning, or civilized, manner.

Chinese soldiers, who will not be permitted to wear their uniforms while outside military bases, are banned from

France to Vote a Year Early

Chirac Seeks 'New Elan' in Approach to Euro

By Craig R. Whitney
New York Times Service

PARIS — Trying to clear the decks before a difficult French rendezvous with a common European currency in 1999, President Jacques Chirac announced the dissolution of the National Assembly on Monday and called elections for the end of May, a year early.

Voters will go to the polls May 25, with a second round June 1 in electoral districts where no candidate wins a first-round majority.

"We have to go further down the road of change without delay," Mr. Chirac said in a nationally broadcast speech Monday night. "To succeed, France needs a new elan, which can come only with the clearly expressed support of the French people."

Skimming over the unpopularity of the efforts he and Prime Minister Alain Juppe made over the last two years to bring change to France's unemployment-ridden welfare state, Mr. Chirac appealed to European ideals.

"Europe is unity, and in unity there is strength," he said.

He asserted that Europe could remain an economic and financial power only with a currency, the euro, that is equal in strength to the dollar and yen.

An opinion poll published Monday in Le Figaro, a Paris daily, found 45 percent of the voters favoring a victory by Mr. Chirac's center-right coalition parties in the new five-year legislature that will be chosen in the vote, but by a much smaller margin than the center-right victory in the last parliamentary elections, in 1993.

Mr. Juppe had the support of 465 of the 577 members of the National Assembly that is being dissolved, but if the opposition Socialists make the gains the poll predicted, the conservative majority would be whittled to about 320.

Mr. Chirac apparently is gambling that the elections will leave him with a majority in the legislature for the rest of his term and ease the way for inauguration of the European currency.

The extreme-right National Front could also win between 14 percent and 15 percent of the vote, the poll said, but since it takes a majority of votes, not a plurality, in an election district to win a seat, it would probably win no more than two or three seats.

Mr. Chirac appealed to voters not to give their support to the National Front. "The answers to the great questions of today do not lie in falling back upon ourselves or in recourse to fear and intolerance," he said, alluding to the

National Front's hostility toward immigrants.

The party's leader, Jean-Marie Le Pen, is expected to run for the legislature, possibly from Toulon, where his party controls the city council. "A real electoral holdup," Mr. Le Pen said of the president's decision. "If the euro is really at stake, it would be enough to call a referendum on it, as the National Front has repeatedly demanded."

Getting ready for European Monetary Union has required France, Germany and other countries to keep a tight rein on welfare-state spending at a time of soaring unemployment and to get their budget deficits down to no more than 3 percent of gross national product by the end of this year.

The Socialist opposition leader, Lionel Jospin, has been sharply critical of imposing economic sacrifices on the

See FRANCE, Page 6

A Gamble That Could Backfire, Europe Says

By Tom Buerkle
International Herald Tribune

BRUSSELS — The decision to call early elections in France is a high-risk gamble that could turn French political preferences into a decisive referendum on Europe's single currency project, officials and analysts warned Monday.

The rationale for going to the voters nearly one year early — to win backing for the belt-tightening needed to qualify France for monetary union — sent jitters through the financial markets.

"The risks are high because of French attitudes," said J. Paul Home, senior economist at Smith Barney in Paris. "The French are feeling particularly sorry for themselves. They're put upon by austerity, and there's more austerity in the pipeline."

In Bonn, a senior German official noted the potentially worrying parallel with the 1992 decision by then-President Francois Mitterrand to hold a referendum on the Maastricht Treaty on European Union. It nearly backfired when a majority of less than 51 percent endorsed the treaty's blueprint for a single currency.

"That was a clear mistake of President Mitterrand," said a senior official in Bonn. "This could be a mistake of another French president."

A senior EU official in Brussels said the French elections could be seen as the conclusive referendum on the single currency and noted that Mr. Chirac was "taking a really big risk."

Uncertainty about the result weighed on the franc and other French assets in



President Jacques Chirac, right, with Philippe Seguin, president of the National Assembly, on Monday.

Threats to London Bring Road-Rail-Air Chaos

By Erik Ipsen
International Herald Tribune

LONDON — A series of coded bomb threats, thought to be the work of the Irish Republican Army, forced the evacuation of major railroad stations and airports in and around London on Monday morning, throwing the city's traffic into chaos.

With traffic backed up for 10 miles (16 kilometers) on the M25 beltway around the capital, and with many key inner city streets blocked off, a subway line completely closed and others badly disrupted, London was the place to avoid Monday.

"Basically, west London and central London are closed," said Peter Brill, a spokesman for the Royal Automobile Club.

At one point, more than 4,000 passengers were trapped in planes, unable to disembark at Gatwick Airport after the evacuation. At the height of the crisis, a Gatwick manager told The As-

sociated Press that he was trying to find temporary accommodation for 8,000 people who had been cleared from the airport's south terminal.

By noon, the situation had returned to normal in most of London, after police searches failed to turn up any bombs. Prime Minister John Major praised travelers for their patience in coping with unexpectedly long and tortuous morning commuting.

While Britons handled the latest mangling of their schedules with aplomb, there were signs that their patience was wearing thin. In a front-page editorial next to the headline "IRA Halts London By Phone," the Evening Standard asked, "How long can a great nation tolerate being made the victim of a devastatingly effective cat-and-mouse game by a gang of terrorist fanatics?"

It went on to argue in favor of ignoring future warnings rather than submitting to the whim of the IRA, in an



A police officer Monday on London's Strand, a normally bustling street emptied by bomb threats.

AGENDA

Iraq Sets Pilgrim Airlift in Defiance of West

In a new sign of defiance, Iraq said Monday it would dispatch helicopters to the Saudi border to pick up Muslim pilgrims returning from Mecca, despite a ban by the Western allies on all flights in the area. The White House called on Baghdad to reconsider, and warned that the United States would "respond appropriately" to any vi-

olation, but it said that civilian helicopters would not be shot down.

The U.S. Defense Department, meanwhile, said it might consider a request from Iran to exempt the pilgrim flights for humanitarian reasons. It was not immediately clear how many helicopters Iraq intended to send or when it might do so, Iraq sent

an Iraqi Airways jet with 104 sick and elderly pilgrims aboard to Saudi Arabia on April 9 despite a United Nations prohibition on international flights. The UN Security Council called on Iraq not to fly more planes without its consent, but stopped short of regarding the flight as a breach of the embargo. Page 2.

Toxic Leak Is Found In Mir Space Station

MOSCOW (AP) — A substance that can cause brain damage is leaking from the air-conditioning system of the Russian space station Mir, Moscow Echo radio said Monday. A cosmonaut, Alexander Lazutkin, has been treated for an allergic reaction after a drop of the poisonous solvent ethylene glycol fell into his eye, the radio said. Five Russians and an American are aboard Mir.

PAGE TWO Africa Makes Amends for a Scourge

THE AMERICAS Flood and Fire Cripple Grand Forks

Books Crossword Opinion Sports

International Classified

The IHT on-line: <http://www.ihl.com>

Netanyahu Shores Up Israeli Coalition

But Foes Seek to Overturn Decision Not to Indict Prime Minister

By Barton Gellman
Washington Post Service

JERUSALEM — A flurry of legal filings Monday sought to reverse a prosecutors' decision to drop a criminal investigation against Prime Minister Benjamin Netanyahu and his justice minister, but Mr. Netanyahu brushed the affair aside and tightened his grip on office.

Legislators from the opposition Meretz and Labor parties asked the Supreme Court to overturn what they called an "extremely unreasonable" exercise of prosecutorial discretion that they said left the integrity of the legal system under a cloud.

On Sunday, Attorney General

Elyakim Rubinstein rejected police recommendations to indict Mr. Netanyahu and Justice Minister Tzahi Hanegbi for fraud and breach of trust over their handling of a political appointment, saying there was insufficient proof against them. But in their filings, the opposition parties argued that the police recommendation, together with the evidence in a prosecutors' report, raised implications of criminal behavior that required resolution in court.

Mr. Netanyahu, who acknowledged error but no wrongdoing in the case, Monday announced formation of a committee to screen the selection of candidates for future high-level jobs. He named to the committee Finance Minister Dan Meridor and Trade Minister

Natan Sharansky, cementing their decisions not to resign.

With those last two successes, Mr. Netanyahu finished a swift job of neutralizing every serious threat to his governing coalition. Mr. Meridor and Communications Minister Limor Livnat had been the likeliest threats with the Likud party to desert Mr. Netanyahu, while the defection of Mr. Sharansky's Israel B'Aliyah party could have cost him 7 of his 66 seats in the 120-seat Parliament.

Mr. Sharansky was reported Monday to have asked for Mr. Hanegbi's departure, but he did not make that a condition of his own return to the fold.

In a news conference and report re-

See ISRAEL, Page 6

India's New Prime Minister Vows to Ease Tensions With Pakistan

By John F. Burns
New York Times Service

NEW DELHI — As a young man, in 1947, I.K. Gujral, who was sworn in Monday as India's prime minister, joined the throngs of Hindu and Muslim migrants who left their homes when British colonial rulers partitioned the Indian subcontinent into the two new nations of India and Pakistan.

As Hindus with roots in Jhelum, in the northeast of what became Pakistan, Mr. Gujral and his

family fled eastward across the new frontier and made a new home in New Delhi, the Indian capital. It was an embittering time for millions of people. Large numbers of Hindus and Muslims were killed by enraged mobs as they migrated, and those who survived were left to struggle with the loss of loved ones, properties, and livelihoods.

Some migrants never recovered, and some on both sides harbored resentments that developed into support for hard-line policies on issues dividing India and Pakistan. But Mr. Gujral did not

allow his memories to harden into enmity. He grew to maturity as an Indian politician with a yearning to do something to ease the tensions that led to three wars between India and Pakistan. The relationship, nearly 50 years after partition, is still marked by deep estrangement and suspicion, particularly over the explosive issue of the disputed territory of Kashmir.

When he went to India's presidential palace Sunday with other stalwarts of the United Front coalition that elected him as its leader on Saturday,

Mr. Gujral, 77, told President Shankar Dayal Sharma that he was ready to form a new government. It will succeed the one headed by the previous United Front leader, H.D. Deve Gowda, who has been caretaker prime minister since his administration was defeated in Parliament on April 11.

Already, Mr. Gujral, who has twice served as India's foreign minister, most recently in Mr. Deve Gowda's 10-month-long government, has said

See INDIA, Page 4

Newstand Prices	
Bahrain	1,000 Din
Cyprus	£ 1.00
Denmark	12.00 DKK
Finland	12.00 FIM
Gibraltar	£ 0.85
Great Britain	£ 0.80
Egypt	£ 5.50
Jordan	1,250 JD
Kuwait	800 Fils
Malta	55 c
Nigeria	125.00 Naira
Oman	1,250 Rials
Qatar	10.00 Rials
Rep. Ireland	IR £ 1.00
Saudi Arabia	10.00 R
S. Africa	R12 + VAT
U.A.E.	10.00 Dirh
U.S. ME. (Eur.)	\$ 1.20
Zimbabwe	Zim\$20.00

9 770294 805025

A Societal Revolution / Jobs for the Disabled

Africa Tries to Make Amends for a Scourge

By Stephen Buckley
Washington Post Service

NAIROBI — The disabled once were Africa's invisible men and women, condemned to lives of privation and shame because they were blind or crippled or "slow."

In their youth, their parents blamed the disabilities on curses, often refused to send them to school and sometimes simply denied their existence.

Today, many disabled Africans are overcoming such obstacles to become members of Parliament, officials, entrepreneurs and professionals. Disability-rights groups have spread around the continent, and a number of countries have adopted legislation or constitutional guarantees outlawing discrimination against the disabled, although many Africans remain ignorant of the new laws and some countries continue to discriminate.

"Society's attitudes toward people with disabilities are definitely changing" in Africa, said Seth Mpooya, deputy executive director of the National Union of Disabled People of Uganda. "More of us have jobs. Our standard of living is higher. People see that we are as smart as anybody else."

Those changes in attitudes have wrought extraordinary results in such places as Uganda, where at least five members of Parliament are people with disabilities. Recently, the government appointed a disabled person to a judgeship — an act believed to be unprecedented there.

That judge, Christine Kania, 46, never dreamed she would see such success after a car accident left her paralyzed from the waist down 19 years ago. She thought her legal career was effectively over.

"I knew I would have to work doubly hard to prove myself," said Miss Kania, executive director of the disabled people's group. "Before I was paralyzed, I didn't know anything about the rights of people with disabilities. I didn't think about the issue very much."

Neither did most Africans. In the not-so-distant past, parents with disabled children often forced them to live in shacks behind the main family house. In parts of West Africa, disabled youngsters were forced into slavery.

Rural Africans saw disabled people as useless because they were unable to fetch water or gather firewood or herd livestock. In African cities, people with disabilities were scattered along sidewalks, extending gnarled limbs for spare change.

Those who escaped beggary found jobs as teachers, receptionists, telephone operators. Rarely could disabled Africans find more lucrative employment in the face of hiring discrimination. And employers usually fired workers who, through sickness or accident, became handicapped.

VICTOR KAMAU, a blind attorney, recalls interviewing for a job as a government lawyer in Kenya 10 years ago.

The first question pertained to his understanding of a legal term. Then this: How will you get to work? How will you do your research? How will you get around the courtroom?

Mr. Kamau did not get the job. Today, he runs his own law firm. He handles criminal cases primarily and has a special interest in human rights issues.

At the request of a government task force, he recently wrote a 60-page report detailing various Kenyan laws that he says discriminate against people with disabilities.

He is most concerned that while the Kenyan Constitution outlaws discrimination on the basis of sex, tribe, race, place of origin, creed or religion, it ignores people with disabilities.

"We are not going to get far in changing the laws of this country unless the constitution is changed," Mr. Kamau said. "Right now, it's like having a blanket that covers my head but leaves the rest of my



Kepha Anyanzwa grew up shunned by his village because he had no use of his legs. Today, the Kenyan builds wheelchairs to accommodate the disabled.

body to freeze. There is really no protection."

Mr. Kamau may have unnerved his interviewers a decade ago, but today his legal colleagues afford him no unwelcome attention — or questions.

In the High Court in Nairobi recently, an assistant helped Mr. Kamau weave through knots of lawyers clogging the corridors. As he moved along, dressed smartly in a charcoal gray suit, he drew no startled stares. Lawyers and clients barely turned their heads.

Mr. Kamau and other advocates for the disabled credit no single event for the evolution of attitudes and laws on the continent. Some note the importance of international conferences organized by the United Nations during the 1980s. Others cite the blossoming of democracy in Africa during the early 1990s as having galvanized traditionally downtrodden groups, such as women and the disabled.

"As disabled people, we had a special interest in the democratization process," said Alexander Phiri, a Zimbabwean who heads the African Federation of the disabled, an affiliation of groups in 10 Southern African countries. "We started saying, if democracy has come, why are we being discriminated against?"

Mr. Phiri said all 53 African countries now have advocacy organizations, whereas perhaps 15 did a decade ago. During that decade, Zimbabwe, Mali, South Africa, Zambia, Botswana and Uganda have prohibited discrimination against the disabled. Several African countries now also have at least one handicapped person in their legislatures.

Maria Ranho, a paraplegic who is a member of the South African Parliament, said her nation's decision to enshrine rights of the disabled in its new constitution "means that the disabled are no longer the forgotten citizens of our country."

"Our rights can no longer be trampled upon," she added.

But the battle to change attitudes continues, goading people such as Kepha Anyanzwa. The Nairobi businessman makes wheelchairs and motorbikes for the handicapped and redesigns cars to allow people with disabilities to drive.

Mr. Anyanzwa, 43, is prodded by a passion born in his youth. Unable to use his legs, he found that residents of his village — including his extended family — doomed him to a life of uselessness. They told his parents not to send him to school. They said he would burden the whole village. They wanted him out of sight.

Mr. Anyanzwa's parents defied the village. They insisted on keeping him in school. The family was too poor to afford a wheelchair, so Mr. Anyanzwa's father would carry him on his back.

WHEN THE BOY became a man, "I knew what it was like to have people tell you that you could not achieve anything," Mr. Anyanzwa said as he modified his car. "I knew how tough it could be for disabled people."

Feeling the toughest challenge was simply getting around, he started making wheelchairs, using local parts so customers could easily repair them. He and his staff produce 100 wheelchairs a year.

Mr. Anyanzwa, the father of four, takes delight in fashioning chairs that require something extra.

He designed a wheelchair with a potty for a paraplegic whose incontinence had kept him housebound for five years. He frequently receives calls from governments and from advocates for the disabled, asking him to lecture at conferences. His travels have taken him to Sweden, France, Britain, Germany and Canada, and he receives orders from neighboring countries.

He dreams of becoming a member of Parliament. Too often, he said, he has seen merchants refuse to allow the disabled into their shops. He has seen bus drivers pass by the disabled and real estate agents refuse to sell houses to them. Laws change such attitudes, he said.

But for now, he takes pleasure in his work, which has helped disabled people go to their jobs, visit friends, attend the theater.

"I've helped to show that disabled people can do what everybody else can do," he said.

White House Warns Iraq Against Pilgrim Airlift

Compiled by Our Staff From Dispatches

WASHINGTON — The White House warned Iraq on Monday that it would take action if Baghdad violated the Western-imposed flight-exclusion zone to bring back from the Saudi-Iraqi border Iraqis who made a pilgrimage to Mecca in Saudi Arabia.

"We certainly recognize the significance of the hajj, but there are other means and procedures available for the transportation of hajj pilgrims," said Michael McCurry, the White House spokesman.

The Defense Department, meanwhile, said it might consider a request to exempt the hajj flights for humanitarian reasons.

Iraq announced Monday that it would defy the ban on flights over the south of the country, which was imposed during the Gulf War, so that it could pick up Iraqis returning from the annual pilgrimage to Mecca, Islam's holiest city.

Iraqi leaders met before the decision was announced and warned the United States against any attempt to intercept the helicopters, the official Iranian press agency, INA, reported. The meeting was headed by President Saddam Hussein, it said.

"Any American practice threatening the safety of the helicopters and the pilgrims will be met with an appropriate action," the press agency quoted an "authoritative" source, as saying.

The Iraqi press agency said the helicopters would ferry the pilgrims to their home areas from the border, but did not say how many aircraft would be involved or give the number of the pilgrims.

As night approached in Iraq, there was no word from Iraqi officials or the

state-run media on whether the flights had started.

Mr. McCurry said, "We would encourage the government of Iraq to meet its own obligations under UN security Council resolutions, and we will monitor carefully any potential violations of the 'no-fly' zone." He said the United States would "respond appropriately" to any violations.

The spokesman did not elaborate on what action might be taken, saying only, "We would not shoot down civilian helicopters, obviously."

Secretary of Defense William Cohen, meanwhile, said that although Washington would not allow Iraq to violate the flight-exclusion zone, it might agree to a request for an exemption.

"The Iraqis are in no position to give any kind of decisions to the American people, or NATO or the United Nations," Mr. Cohen said.

Obviously when there are humanitarian issues involved that we would be most receptive, the United Nations would be receptive," he said.

Iraq flew a civilian plane to Saudi Arabia on April 9 carrying 104 elderly and sick pilgrims to Mecca despite UN sanctions. The plane returned home the same day.

The UN Security Council issued a statement calling on Iraq not to fly more planes without its consent, but stopped short of regarding the flight as a breach of an embargo on flights in and out of the country that was imposed by the UN Security Council in 1990.

The Iraqi press agency said "practical reasons" prevented Iraq from sending the plane back to transfer the pilgrims home. (AP, Reuters)

Aid to Refugees Is Suspended After Attacks by Zairian Mobs

Compiled by Our Staff From Dispatches

KASESE, Zaire — Aid workers suspended operations in Rwanda refugee camps Monday after an outbreak of looting, murder and attacks on foreign journalists and aid workers by Zairian mobs.

Zairians went on a rampage and attacked foreigners near Kasese, 26 kilometers (16 miles) south of Kisangani, after at least six local people were murdered and two were injured. The Zairians blamed Rwandan Hutu militiamen for the killings.

The World Food Program said Zairian mobs also raided a food depot, and in a separate incident looted a trainload of food intended for Rwandans in refugee camps, while Zairian rebel soldiers did nothing to stop them.

"Almost on every front, we are facing problems," Michele Quintaglio of the World Food Program said by telephone from Nairobi.

"At this point, we cannot continue to keep sending food worth tens of thousands of dollars without assurances from the rebels."

The food supplies are essential to 100,000 refugees, who are dying at a

rate of about 60 a day from starvation and disease as they wait for rebels and aid agencies to agree on plans to send them home.

Tensions have been high between Zairians and the refugees because local people accuse Rwandans of stealing their crops. Even though it was not clear who committed the murders, Zairians blamed the refugees.

Armed with knives, machetes and clubs, the angry Zairians said they had looted vehicles at the urging of the Tutsi-dominated rebels, who have seized more than half of Africa's third largest country. (AP, Reuters)

Mobutu-Kabila Talks Delayed

Last-minute haggling has delayed the first face-to-face encounter between President Mobutu Sese Seko and his civil war rival, Laurent Kabila, Reuters reported from Cape Town, quoting South African government sources Monday.

But they said President Nelson Mandela telephoned Marshal Mobutu over the weekend and remained confident that talks to avert a rebel assault on Kinshasa would go ahead.

New Foe for Rebels: Inflation

The Associated Press

LUBUMBASHI, Zaire — Rebels on a triumphant march through Zaire have discovered that President Mobutu Sese Seko still controls a potent weapon: the printing presses of the national mint.

In recent months, the faltering Mobutu regime flooded the Lubumbashi region with new Zaire bills in huge denominations to pay off government debts, even though the national treasury had no reserve to back them.

When anti-Mobutu rebels seized Zaire's second-largest city on April 11, they found it in the throes of a currency crisis. The collapse of the new Zaire's value in Lubumbashi forced local prices out of reach for many.

For the rebels, seizing control of the currency has proved tougher than seizing control of the city.

Soon after taking Lubumbashi, the rebels tried to restore order to the local

currency market by declaring Marshal Mobutu's new 500,000 and 1 million Zaire notes worthless. Elsewhere in Zaire, no bills larger than 100,000 were accepted.

Residents left holding the worthless bills took to the streets in protest, jeering "Dollar, Dollar" at the rebel finance minister. Nearly all stores in the city closed down.

For many, even a few of the big bills represented most of their savings.

"It is like they killed me," moaned Mbanga Gedone, a salesman, waving 500 million in large Zaire bills, worth \$3,500 at the official rate and now, he feared, worthless. "And there are many who have a lot more than this. What are we going to do now?"

The panic forced the rebels to temporarily reinstate the big bills as legal tender Friday, although few people will now accept them.

WEATHER

Forecast for Wednesday through Friday, as provided by AccuWeather.

Europe				North America				Asia				Africa				Latin America				Oceania			
City	Today	High	Low	City	Today	High	Low	City	Today	High	Low	City	Today	High	Low	City	Today	High	Low	City	Today	High	Low
Algeria	10/16	12/22	8/12	London	11/22	13/22	5/12	Manila	26/32	32/32	20/22	Cairo	17/22	23/22	11/12	Buenos Aires	22/22	28/22	18/12	Sydney	14/22	20/22	10/12
Amman	10/16	12/22	8/12	Madrid	11/22	13/22	5/12	Nairobi	26/32	32/32	20/22	Dakar	17/22	23/22	11/12	Santiago	22/22	28/22	18/12	Wellington	14/22	20/22	10/12
Antananarivo	10/16	12/22	8/12	Moscow	11/22	13/22	5/12	Osaka	26/32	32/32	20/22	Accra	17/22	23/22	11/12	Caracas	22/22	28/22	18/12	Auckland	14/22	20/22	10/12
Asmara	10/16	12/22	8/12	New Delhi	11/22	13/22	5/12	Seoul	26/32	32/32	20/22	Algiers	17/22	23/22	11/12	Lima	22/22	28/22	18/12	Christchurch	14/22	20/22	10/12
Bamako	10/16	12/22	8/12	Paris	11/22	13/22	5/12	Taipei	26/32	32/32	20/22	Blantyre	17/22	23/22	11/12	Medan	22/22	28/22	18/12	Dunedin	14/22	20/22	10/12
Bangkok	10/16	12/22	8/12	Rome	11/22	13/22	5/12	Tokyo	26/32	32/32	20/22	Harare	17/22	23/22	11/12	Montevideo	22/22	28/22	18/12	Perth	14/22	20/22	10/12
Beijing	10/16	12/22	8/12	Stockholm	11/22	13/22	5/12	Ulaanbaatar	26/32	32/32	20/22	Johannesburg	17/22	23/22	11/12	Port-au-Prince	22/22	28/22	18/12	Hamilton	14/22	20/22	10/12
Bombay	10/16	12/22	8/12	Taipei	11/22	13/22	5/12	Vancouver	26/32	32/32	20/22	Khartoum	17/22	23/22	11/12	Quito	22/22	28/22	18/12	Palmerston North	14/22	20/22	10/12
Brazzaville	10/16	12/22	8/12	Tel Aviv	11/22	13/22	5/12	Victoria	26/32	32/32	20/22	Luanda	17/22	23/22	11/12	Sao Paulo	22/22	28/22	18/12	Timaru	14/22	20/22	10/12
Bujumbura	10/16	12/22	8/12	Yokohama	11/22	13/22	5/12	Wellington	26/32	32/32	20/22	Ndjamena	17/22	23/22	11/12	Valparaiso	22/22	28/22	18/12	Whangarei	14/22	20/22	10/12
Cairo	10/16	12/22	8/12																				

Offshore... companies, trusts, bank accounts, credit cards, legal second passports, alternative citizenship, tax free residency... expertly arranged

The Offshore Professionals Tel +44 1624 801801
INTERNATIONAL COMPANY SERVICES LIMITED Fax +44 1624 801800
Established in 1977 http://www.ICSL.com

WIN A WEEK FOR TWO IN SPAIN

Look for the IHT/Turespaña Competition in the IHT on April 23 and 30.

Or see the IHT web site: <http://www.iht.com>

Herald Tribune
THE WORLD'S DAILY NEWSPAPER

TO OUR READERS IN BELGIUM
It's never been easier to subscribe and save.

Just call toll free at 0 800 1 7538.
Herald Tribune
THE WORLD'S DAILY NEWSPAPER

TRAVEL UPDATE

Belgian Strike Could Hit Eurostar

BRUSSELS (Reuters) — Belgium faces a day of travel chaos Tuesday, with rail workers striking for 24 hours over reorganization plans in a selective stoppage that could also disrupt Eurostar service between Brussels and London.

Disruption from the strike, which was to last until 10 P.M. on Tuesday, was expected to be worst in the southwest and northeast, but the Belgian railroad also warned that Paris-Brussels-Amsterdam service could be affected, as well as the Eurostar. It advised travelers to head for Lille, in France, to board trains to London, Paris and the south of France.

SAS Flight Breaks a Sexist Ceiling

STOCKHOLM (AFP) — Passengers aboard a Scandinavian Airlines System flight from Dublin to Stockholm witnessed a first: an all-female crew operating the MD-81 jet, according to the Swedish daily Expressen.

Captain Charlotte Trygg, one of two women who are SAS captains, and Jeanette Lueblund flew the jet Sunday. The two flight attendants and the purser also were women. Passengers applauded an in-flight announcement of the event.

Belgium Attacks Reckless Driving

BRUSSELS (Reuters) — Belgium began a campaign Monday against reckless driving that is aimed primarily at cutting the number of children killed and injured. It will include signs marking spots where accidents have occurred.

About 1,000 children are killed every year in traffic accidents in the country, and 5,000 others are injured.

The Australian Tourist Commission plans to open an office in China this year, following a 26.7 percent increase in the number of mainland Chinese who visited the country in 1996, to nearly 54,000, the commission said. (Reuters)

Japan celebrated the completion of a 9.6-kilometer tunnel for auto traffic under Tokyo Bay, part of an expressway between Kawasaki and Kisarazu, which the Construction Ministry said would be finished in December. (AFP)

German Passport Holders heading for Singapore in April. 50% off at the stylish boutique hotel in Orchard Road, Singapore.

The Fitzrovia
Fax: (65) 732 3846
Internet: <http://www.fitzrovia.com.sg>
E-mail: fitzrovia@pacific.net.sg

THE AMERICAS

Ghost Town, U.S.A., for a While

North Dakotans May Be Away From Flooded Homes for Weeks

By Dirk Johnson

New York Times Service

GRAND FORKS, North Dakota — As most of the last diehards fled from this unlivable city, struck by both flood and fire, residents have begun coming to grips with the knowledge that it may be weeks before they can return.

The supply of drinking water has run out here, and the sewage, oil and animal carcasses fouling the flood waters have prompted fears of disease.

And to give this battered region the feel of a plague, a fire added to the misery during the weekend. At least six buildings were destroyed as the fire damaged parts of three downtown

blocks. Its cause is still unknown. "It's a ghost town," said Clint Blomquist as he headed out of Grand Forks in a red pickup truck, giving a lift to other refugees: two women and a 5-year-old boy. "It's devastating."

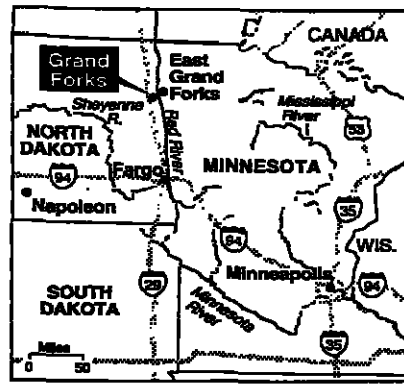
In what is being called a 500-year flood, the river rose to more than 53 feet (16 meters) on Sunday, nearly twice the flood stage. The National Weather Service predicted that the river would crest Monday at about 54 feet and stay at that level for about a week.

Water has flowed into more than 70 percent of Grand Forks, a city of roughly 10 square miles, or about 26 square kilometers. Mayor Pat Owens has urged all of the city's 50,000 residents to evacuate. An air force base west of town is being used as a shelter. More than 3,000 people fleeing the flood have checked into the base.

The flooding was even more extensive in East Grand Forks, across the border in Minnesota, where nearly the entire town of more than 8,500 people was flooded.

Patients at the only hospital in Grand Forks, United Hospital, were transferred to other medical centers because of a shortage of clean drinking water. The evacuation began Saturday, and the last patients were moved out Sunday.

As of Sunday, there were no reports of serious injuries or deaths related to the flooding. The fire in downtown



Grand Forks erupted Saturday afternoon. The water was so deep in the streets that fire trucks could not get to the burning buildings at first.

The fire was tamed Sunday as helicopters dropped water on it and two fire trucks reached the area on giant flatbeds.

New Rules Shield Clinton From Party and Foreigners

By Alison Mitchell

New York Times Service

WASHINGTON — Faced with criticism of the National Security Council in several campaign finance controversies, Samuel Berger, President Bill Clinton's national security adviser, is instituting new rules to limit the Democratic National Committee's access to his staff and to screen foreign visitors to the White House.

In an interview, Mr. Berger defended his staff and insisted that the National Security Council had always made its foreign policy recommendations on their merits and not for campaign purposes. He praised his predecessor, Anthony Lake, for setting "the right tone."

But acknowledging that management problems had existed inside the council that analyzes foreign policy options for the president, he said, "What I want to do is take that tone and build a system around it so there is clarity with respect to procedures."

Mr. Berger's new policies come after weeks of reports that the security council staff was not consulted about the propriety of the president's meetings with some foreign visitors connected to Democratic donors, and that its warnings in other cases were not heeded.

To avoid what Mr. Berger described as "ad hoc-ism," he said that he was outlining a clear chain of command for screening foreign visitors invited to visit Mr. Clinton or other White House officials.

Requests for background checks from domestic offices in the White House, he said, would be relayed from the White House chief of staff through Brigadier General Donald Kerrick, the deputy who oversees operations for the National Security Council, at least 72 hours before any visit.

The council's recommendations would then be sent back to the domestic side of the White House through the



Samuel Berger, national security adviser, wants to end 'ad-hocism' in the chain of command for screening visitors.

same chain of command, to protect any classified information from being improperly released.

But Mr. Berger said that the National Security Council would continue to have only advisory power, not veto power. "We do not have a staff to be a police force," he said.

He added that another deputy, James Steinberg, would be the only person on the national security staff allowed to have contact with the Democratic National Committee. He said that the party would not be banned completely from making inquiries to the National Security Council because "there may be a legitimate need for information" on the president's policy positions.

Because of reports that donors received access to the National Security Council, Mr. Berger said that he planned to tell his staff members that meetings with people outside the government must be judged on whether they are useful in making policy or useful in explaining policy and building support for it. The goal, he said, is to "insulate the NSC from partisan political considerations but not isolate the NSC from the world."

Mr. Berger said he had instructed his senior directors not to accept briefings from outside agencies that are offered under the condition that the information cannot be given to their superiors.

Mr. Berger's moves would bring the screening of visitors in line with that of previous administrations, but would not go as far as the kind of controls instituted by Zbigniew Brzezinski, national security adviser to President Jimmy Carter, who said he required each of his senior staff members at day's end to send him a one-page summary of the day's activities.

POLITICAL NOTES

Second Thoughts From the President

WASHINGTON — In the weeks after last year's election, President Bill Clinton publicly maintained that the furor over his fund-raising tactics had not cost him a Democratic Congress. "I'm absolutely certain it didn't have anything to do with winning the House back," he said.

Yet in private, the president harbored second thoughts, according to a new book that chronicles the 1996 elections. Disappointed by a re-election victory that failed to garner a majority of the popular vote or recapture either chamber in Congress, Mr. Clinton came to regret his own strategy of ignoring the finance issue in the campaign's final days, according to the book, "Whatever It Takes," by Elizabeth Drew.

"The question the president asks now is should we have done television to respond to that in the last moments, because he feels we paid a price for that at the end of the election," Ms. Drew quotes an unidentified White House aide as saying. The president, the aide said, concluded that the controversy depressed Democratic turnout in key races and "that a strong response would have helped more than it hurt."

President Clinton has plenty of reasons to rue that decision. The same fund-raising questions he tried to duck during the campaign are now being asked by House Republicans with subpoena powers. (WP)

More China Dollars

WASHINGTON — Federal investigators tracing the movement of hundreds of thousands of dollars from mainland China into California banks suspect it came directly from the Communist government and went partly to the campaigns of California politicians, Newsweek reported.

The magazine said the focus of the investigation was Ted Siogeng, an Indonesian businessman living in Los Angeles who donated \$250,000 to the

Democratic National Committee at the behest of John Huang, a friend and key figure in the controversy over special donations to the party. Mr. Siogeng also reportedly contributed \$50,000 to the California state treasurer, Matt Fong, a Republican running for the U.S. Senate.

Mr. Siogeng owns a Chinese-language newspaper in Los Angeles that he switched from a pro-Taiwan posture to a pro-Beijing orientation after purchasing it last year.

The report said funds were wired from China in late 1994 or early 1995 into an Asian-owned bank in Los Angeles where the Chinese Consulate has its accounts. (AP)

Medicare Harmony

WASHINGTON — After being criticized by his own party for giving up too much, too soon in budget talks with Congress, President Bill Clinton has won an endorsement from the House minority leader, Richard Gephardt, for a key component of his new budget offer: further cuts in Medicare spending.

"It looks like we can make that work," Mr. Gephardt, Democrat of Missouri, said of Mr. Clinton's proposal to reduce the growth in Medicare spending by another \$18 billion over five years. "But when you get beyond that figure you are then getting into really hurting Medicare."

With the additional \$18 billion in cuts, Mr. Clinton is proposing to cut about \$100 billion from the growth in Medicare spending over five years. The cuts would come from reducing payments to doctors, hospitals, skilled nursing facilities and other health care providers. (WP)

Quote/Unquote

President Clinton criticizing Senate Republicans for holding up confirmation of his choice of Alexis Herman as labor secretary: "You know, I don't refuse to work with them because they won the election. I know they wouldn't have voted for me — and that goes two ways." (WP)

Away From Politics

James Earl Ray, who has terminal liver disease, was transferred from a prison medical wing to a hospital in Nashville, Tennessee, a hospital spokesman said. Mr. Ray, 68, is serving 99 years in prison for the 1968 assassination of Martin Luther King Jr. He confessed but recanted three days later and has been seeking a new trial ever since. (AP)

An off-duty Chicago police officer was convicted of shooting a homeless man who approached him for

money carrying only a bucket and a rag. After six hours of deliberation, the jury found Gregory Becker guilty of armed violence, involuntary manslaughter and three counts of official misconduct. Sentencing was not immediately scheduled. Mr. Becker faces at least 15 years in prison on the armed violence charge. (AP)

A 14-year-old boy was killed after being thrown from an amusement park ride, and two other teenagers were critically injured when a car on The Wildcat ride at Bell's Amusement Park in Tulsa, Oklahoma, slid down the track as it was being pulled to the top and collided with the car behind it. (AP)

AMERICAN TOPICS

Pentagon Plans Virtual Military Training

In the latest blurring of reality and its virtual version, the U.S. Marine Corps has enlisted a Massachusetts software company to design a video game that can be used for military training — or for home entertainment.

"It's the first time the Department of Defense has worked with a game producer to design a game from scratch," said Warren Katz of Mak Technologies Inc., the software company that won the \$800,000 contract.

The world's military organizations have used computer simulations for years. But the lower costs and soaring power of personal computers, led the Pentagon to adopt this new approach. The Boston Globe reports.

With the new programs, troops will spend more time using simulation software on ordinary desktop computers linked in networks. The trigger-happy teens who buy somewhat less detailed civilian versions will bear much of the cost of software development.

Skeptics say they hope video-trained soldiers will not forget, in battle, that pushing those little buttons and triggers on their weaponry can have real-life results.

Short Takes

The federal government probably had no idea of the uproar it would cause when it ordered in 1974 that new toilets use no more than 1.6 gallons (6 liters) of water per flush, less than half the standard 3.5 gallons. Homeowners say the new models do not get the job done — with the frequent result being a double or, heaven forbid, triple flush. But manufacturers have wasted no time in developing new technologies, reports Popular Science. Some systems use compressed air. But that makes a Poseidon-Adventure-like sound, and can cost \$200 more than other designs. A newer one relies on a partial vacuum to boost flow rate, and keeps price and noise down.

To fight false alarms, the New York Fire Department plans to install cameras in or near its fire alarm boxes. So as to allay concerns of snooping, the cameras will be used only when people report emergencies. "It is not a Big Brother watching system," a department spokesman said.

Two girls at a high school in Ambridge, Pennsylvania, near Pittsburgh, who wanted to wear pantsuits for their induction to the National Honor Society were blocked from taking part in the ceremony. The mother of one of the girls called the ruling a throwback to less-enlightened times. Her daughter, she said, "was supposed to be honored for her scholarship, character, service and leadership," adding, "She was not recognized for her clothing."

International Herald Tribune

Wreckage in Rockies Appears to Be From Missing Warplane

By James Brooke

New York Times Service

EVERGREEN, Colorado — Apparently ending a military mystery that bedeviled the U.S. Air Force for almost three weeks, searchers have spotted what they believe is the metal wreckage of a warplane that vanished into the thin air of the Colorado Rockies on April 2.

"It is our collective judgment that what we have seen is likely to be an A-10 aircraft piece," Major General Nels Running said Sunday from the search base in Eagle, 100 miles (160 kilometers) west of here. General Running is deputy commander of the missing pilot's home unit, 12th Air Force at Davis-Monthan Air Force Base in Tucson, Arizona.

The search is to resume when a helicopter that can withstand high winds arrives from Washington state with the search crew. Weather permitting, teams will be sent to

positively identify the gray and yellow metal parts sighted Sunday on a "sheer face" near the summit of a 12,467-foot mountain, midway between Aspen and Vail. There was no sign of the pilot, the general said.

It now appears that the pilot, Captain Craig Burton, a 32-year-old native of Long Island, left a training exercise on the Arizona-Mexico border, flew 800 miles northeast, and then crashed into a ridge of New York Mountain.

For almost three weeks, the disappearance of the \$9 million plane and its pilot, Captain Burton, embarrassed the air force and fueled wild conspiracy theories on the Internet.

As Americans pondered the mystery, the air force scoured the Colorado Rockies with technology that ran from satellites with infrared cameras to explosives experts with metal detectors who hiked into the backcountry.

Radar images were provided by U-2 and SR-71 high-altitude spy planes. In about 400

sorties, spotters with binoculars studied the area from UH-1H "Huey" helicopters, C-130 cargo planes and Cessna flights flown by volunteers from the Civil Air Patrol.

On the ground, seismic sensors were studied for traces of the impact of the plane, which was carrying four 500-pound bombs.

But the 19-day search was repeatedly hindered by the same blizzards that prompted the nearby Vail ski area to extend its season.

On Saturday, air force officials distributed photographs of previous crashes of A-10 Thunderbolts, which showed fields of small metal parts. No engines or large pieces of fuselage remained after impact.

Meanwhile, conspiracy theories flourished on the Internet. To disprove theories that the warplane had been stolen, the air force double-checked about 140 small airports and landing strips in a 75-mile swath along the missing plane's flight path.

Finding the wreckage is not likely to resolve the central mystery about whether the crash was an accident or suicide. A-10 planes do not carry the "black box" flight recorders that help to determine the causes of crashes of civilian passenger jets.

According to the accident theory, Captain Burton might have suffered from hypoxia, or oxygen deprivation. He left his training formation minutes after a midair refueling, and jet fumes could have accumulated in the cockpit, causing a lack of oxygen and disorientation.

Critics of this theory say that the pilot left his formation while flying at 6,500 feet, and then managed to thread his way into the high Rockies, crashing into a 12,467-foot mountain.

After the captain's disappearance, a senior air force official in Washington had said that the pilot had appeared despondent after a visit from his parents in March, and that his mother had recently adopted an anti-war religion.

Albright Buzzes America With a Diplomatic Offensive

By Thomas W. Lippman

Washington Post Service

WASHINGTON — Madeleine Albright, the most media-savvy secretary of state since Henry Kissinger in the 1970s, was putting her message on the air.

Shortly before 10 A.M. Friday, she gave a televised interview to John Lomax of WKRC in Cincinnati to urge Senate approval of a treaty banning poison gas weapons, calling the accord "good for the American people."

Seven minutes later, she gave virtually the same interview to Steve Gullien of WBRC-TV in Birmingham, Alabama. Next in line was WMCB-TV in Memphis. Then came a local station in San

Antonio, followed by San Diego, Seattle and Denver.

In just over an hour, Mrs. Albright reached out to thousands of Americans with the clear-cut, simply worded message that the Chemical Weapons Convention is good for them and that the Senate should approve it when it votes Thursday. She did it without leaving her chair in a commercial television studio in downtown Washington, where the State Department had purchased satellite time to get her image and message out to the nation.

The event was more political campaign than diplomacy, and in many ways it was typical of how Mrs. Albright has operated during her first three months in office. She

has said repeatedly that one of her highest priorities is to convince Americans that foreign policy matters, and she is using techniques never before seen at the State Department.

So far, Mrs. Albright has made more trips within the United States than overseas, addressed more Americans than foreigners and sought offbeat channels of communications to reach new audiences. In addition to the usual Sunday television talk shows — she was on NBC's "Meet the Press" and again pushed the chemical weapons treaty — Mrs. Albright has appeared on CNN's "Larry King Live" and National Public Radio's "Diane Rehm Show." For her only solo foreign trip so far, she opted to

give a seat on her plane to Fox Television rather than

Agence France-Presse.

Her ratings in some opinion polls have soared so high that former President Gerald Ford last week called her "the Tiger Woods of foreign policy," as she recalled with relish in a brief interview.

"Having me out there talking in very plain language on an issue that is important has its own value," she said, "but also it projects the fact that American foreign policy can affect their lives."

"I think we'll have a pay-

off for this in Senate approval

of the chemical weapons treaty," she added, "but we'll have a larger payoff in terms of people understanding what it is we do."

Like a political campaigner delivering the same simple, catchy message at every stop, Mrs. Albright ignored the nuances of the chemical weapons issue in favor of broad, easily digested language that might prompt listeners to call their members of Congress. "This is a treaty that has 'Made in the U.S.A.' written all over it."

"People will wonder what's the matter with us," she argued, if the Senate fails to ratify an arms control agreement that "was initiated by President Reagan, signed under President Bush and embraced by President Clinton. We thought this treaty up!"

Mrs. Albright likes to say that when she became a diplomat, "I had all my partisan instincts surgically removed." Whether these efforts will produce the desired results is still "the million-dollar question," one of her senior aides said last week.

Schiphol
TV

NOT JUST FOR NATIONAL ADVERTISERS...

Departing and transfer passengers watch live news on the hour, sports, fashion, music and film. Near the duty free shops, in the waiting areas and at all gates. For advertisers a unique opportunity to reach this captive audience. As experienced by Segram International.

For information contact: Mr. Arjan Siccama, Lento & Fless Total Communication. Phone +31 297 26 4130, Fax +31 297 26 3458.

A unique medium at a unique location.

accountemps.
Specialized Financial Staffing

THOMAS LIPPMAN
Executive Vice President

RHICONSULTING
International Business Professionals

OFFICETEAM
Executive Search & Staffing

THE AFFILIATES
Specialized Talent Staffing

Robert Half International Inc.

Robert Half International is the world's leader in specialized staffing services for temporary and full-time personnel. We help our clients fill their most demanding positions at every level in our specialties including accounting, finance, information technology, administrative and legal support. We have more than 200 offices worldwide to serve you. For more information on our services, contact us at:

Robert Half International
5720 Stoneridge Drive, Suite 3
Pleasanton, California 94588 USA
Attention: Bob Dack

ASIA/PACIFIC

India's Political Winds Buffet the Gandhi Cap

Congress Sidelines as South Gains Clout

By Kenneth J. Cooper
Washington Post Service

NEW DELHI — This month, India faced a choice for prime minister between two senior politicians, both 77, old enough to have fought for independence from Britain and to have spent decades in the Congress Party, which ruled for most of the last 50 years.

One favors the kind of white cotton cap that Mohandas K. Gandhi wore in his long walk to freedom, while the other often dons Western-style business suits. The politician who does not wear a Gandhi cap and no longer belongs to the

governing United Front. "Coalition governments are here to stay."

The present coalition represents sizable constituencies that have abandoned Congress, disaffected by corruption and the party's failure to serve their interests. Small parties from the south and far northeast, feel Congress governments have neglected their regions and favored northern India. Lower castes, more predominant in the south, have complained that their living conditions have not improved enough.

"Congress has failed to recognize that power has traveled from the upper classes, the upper castes, the richer sections down to the people in villages, to intermediate castes, to people at the very bottom of the social ladder," said former Finance Minister P. Chidambaram, once a Congress member.

Some political analysts have described the current political fragmentation in India as threatening to unravel the world's most socially complex nation, which was previously held together by a strong central government. Others have contended that the change represents a democratizing trend, with the lower-caste Hindus, more than 70 percent of India's 950 million people, asserting themselves and overturning what could be considered minority rule by upper-caste Brahmins, who make up less than 5 percent of the population.

When the United Front was formed a year ago, coalition partners selected Mr. Gowda, a southerner and middle-caste farmer, to become prime minister. At least half the members of his cabinet, which Mr. Gujral has largely retained, were from lower castes or religious minorities.



Inder K. Gujral, left, greeting the Congress (I) Party leader, S. Narayana Murthy, after Mr. Gujral was sworn in as prime minister. He vowed to support "social justice," shorthand for advancing the interests of lower castes.

As a northerner and a member of the warrior caste, the second highest after Brahmins in Hinduism's traditional hierarchy of religious and social standing, Mr. Gujral's background does not reflect his coalition's demographic leanings. But in his first public remarks Saturday after being made the coalition's leader, he vowed to stand for "social justice" — in India, shorthand for advancing the interests of lower castes.

Mr. Gujral failed in his bid to form a Congress-led coalition and become prime minister because no parties in the United Front were willing to defect. The Congress Party dropped its power grab rather than face an election, agreeing to

back Mr. Gujral's government on a vote of confidence scheduled for Tuesday.

In justifying withdrawing support from Mr. Gujral three weeks ago, Mr. Kesri accused him of being anti-Congress because his government had conducted corruption investigations against Congress members. Virtual one-party rule by Congress has been accompanied in the last two decades with a public perception of increased corruption, the issue Congress insiders have blamed most for their defeat in last year's elections.

But some Congress dissidents have contended that alleged corruption is not the party's only problem and that it badly needs a political makeover, with a new

image, a forward-looking message and perhaps a leader from a new generation.

Since the 1991 assassination of Rajiv Gandhi, the party has adopted a sort of seniority system that has elevated septuagenarians like Mr. Kesri and former Prime Minister P. V. Narasimha Rao, who have at times appeared out of touch. Mr. Kesri, for instance, continues to wear a Gandhi cap that has gone out of style and lost its power as a symbol of the founding father's virtues.

In popular movies, the white cap has instead come to identify a dishonest politician — suggesting how much the image of the Congress Party has changed since independence in 1947.

BRIEFLY

New Clashes Erupt In Java Before Vote

JAKARTA — New political violence hit the Indonesian province of Central Java, just days before the campaign for general elections in May starts officially, news reports and residents said.

The Jakarta Post newspaper on Monday quoted sources as saying one person was injured in a village in Temanggung, south of the provincial capital, Semarang, in a fight Saturday between villagers and supporters of the Muslim-oriented United Development Party.

In nearby Pekalongan, residents said two people were injured when about 300 United Development Party supporters attacked the office of the assistant regent Sunday. The reason for the attack was not immediately clear.

Local government officials said the incidents were minor, and the police said the situation was calm and under control. (Reuters)

Vietnam Assails Voice of America

HANOI — The Communist Party newspaper assailed the Voice of America radio station Monday for its report on Hanoi's plans to rekindle revolutionary fervor through construction of a new north-south expressway.

"The allegations and distortions, aimed at causing disunity and suspicion, cannot sway the will of each and every Vietnamese person who loves the country and socialism," the official daily Nhan Dan said.

The commentary also took the U.S. station to task for claiming that the project, whose cost has been put at about \$5.5 billion, would be achieved through a compulsory labor program. (Reuters)

Japan Opposition Wins Governorship

TOKYO — The governing party has lost a gubernatorial election in northeastern Japan for the first time in more than four decades.

An independent, Sukeshiro Terata, 56, backed by the opposition New Frontier Party and three other parties, on Sunday became the new governor of Akita Prefecture, 450 kilometers (280 miles) north of Tokyo.

The election is a major victory for the New Frontier Party, which has been dealing with intense infighting since losing seats in an election last year for Parliament's more powerful lower house.

The election was held after Governor Kikuyi Sasaki resigned to take responsibility for dubious spending by prefectural government officials of more than 900 million yen (\$7.2 million) on food and travel. (AP)

Sri Lanka Rebels Kill 12 Soldiers

COLOMBO — Tamil Tiger rebels ambushed an army patrol in eastern Batticaloa District on Monday, killing 12 Sri Lankan soldiers, military officials said.

A military spokesman confirmed the attack but said he was unable to give casualty figures immediately.

Casualties among the Liberation Tigers of Tamil Eelam rebels were not known, military officials said. The rebels seek an independent homeland for minority Tamils in the north and east. (Reuters)

North Korea Skips Another N.Y. Session

The Associated Press

NEW YORK — North Korea kept U.S. and South Korean negotiators waiting Monday, apparently offering no clues to whether it was ready to accept their proposal for peace talks.

Members of the three delegations talked for three hours Sunday night in New York, where the North Koreans reportedly repeated their demand for massive food aid as a condition for four-way peace talks with South Korea, the United States and China.

The United States refuses to link food aid to North Korean acceptance; South Korea wants the North to accept the peace talks first.

The three delegations talked Wednesday, and U.S. and South Korean officials said they expected to hear the North's decision on peace talks then. But no answer came, and the North Koreans never showed for scheduled sessions Friday and Saturday at a Manhattan hotel. The North Koreans said they were waiting for instructions from their government.

In Seoul, the highest-ranking defector ever from North Korea was settling in Monday after arriving in on Sunday.

Although Seoul acknowledges it plans to press Hwang Jang Yop for information about North Korea, South Koreans said they do not expect tensions over the defection to interfere with the New York talks.

INDIA: New Prime Minister Plans to Make Better Relations With Pakistan a Priority

Continued from Page 1

than effort to improve relations with Pakistan would be one of his main priorities. Borrowing from a phrase made famous in the speech made at the moment of independence in 1947 by Jawaharlal Nehru, India's first prime minister, Mr. Gujral said after his election as party leader, "We have to formulate another trust with destiny," including an effort to create more neighborly relations with Pakistan.

Mr. Gujral also pledged to attack the political corruption that is endemic in India. And he promised a renewed effort to tackle the problems of poverty, illiteracy and disease that have kept India close to the bottom of many tables that rate the progress of developing nations. In a nation with 950 million people, 350 million of whom are officially considered as living in poverty, pledges to ease deprivation and to crack down on a pervasive political culture of kickbacks and nepotism and graft have been part of every prime minister's mantra.

But promising to improve relations with Pakistan is by no means so obvious a step. That is especially true for a leader who, in Mr. Gujral's case, will confront a political opposition led by the Bharatiya Janata Party, a rightist Hindu chauvinist group. The Hindu party has advanced steadily in recent elections with policies that harp on the need for vigilance against Pakistan and on the rights of India's Hindu majority to fashion a country that does not "bow its knee" to the minority of 120-million Indian Muslims.

The first test for Mr. Gujral's approach is likely to come in mid-May, at a regional meeting in the Maldives Islands, where the Indian prime minister is scheduled to meet separately with Pakistan's new prime minister, Nawaz Sharif.

As foreign minister, Mr. Gujral laid the groundwork for reduction of ten-

sions with Pakistan by unilaterally easing travel and visa restrictions for Pakistanis visiting India.

Whether Mr. Gujral can overcome obstacles that have embittered relations with Pakistan, notably over Kashmir, is widely doubted in India. But assessments of Mr. Gujral that filled the pages of Indian newspapers in recent days emphasized aspects of his character that suggest he might be more willing than some of his predecessors to break new ground by taking an independent stand, even at risk his own career.

One example was Mr. Gujral's experiences in 1975 with Prime Minister Indira Gandhi, Mr. Nehru's daughter, after she declared an emergency, suspending civil liberties and arresting thousands of political opponents. Mr. Gujral, who had been a key member of

Mrs. Gandhi's "kitchen cabinet" during her early years as prime minister, was her information minister at the time. He rejected a demand by Mrs. Gandhi's son, Sanjay, that he be allowed to censor the news bulletins of All-India Radio.

In response, Mr. Gujral was forced out of the cabinet and named ambassador to Moscow. He later joined anti-Gandhi dissidents from the Congress Party in forming the Janata Party, forerunner of the party that dominates the United Front, the Janata Dal.

Before joining the Congress Party, which led India to independence, Mr. Gujral was a member of India's underground Communist Party, which was strongly linked to the Soviet Union.

■ Gujral Vows to Speed Reforms

Mr. Gujral took the oath of office at

the presidential palace and pledged to speed up the pace of economic reforms. His pledge was answered by a stock market surge that saw share prices in Bombay close almost three percent higher on the day. Mr. Gujral said: "Even though there is a change in the government there will be no change in policy or framework of economic reforms. Our political parties may be weak or strong but the system is strong."

Meanwhile, four ministers who served under Mr. Deve Gowda, including the highly regarded finance minister, Palanisappan Chidambaram, boycotted the new government following their party's acrimonious battle for the United Front leadership. Front officials, however, said Mr. Gujral would try to lure Mr. Chidambaram back into the finance department.

TROOPS: As Chinese Soldiers Arrive, Hong Kong Is on Guard

Continued from Page 1

carousing in karaoke clubs, bars or restaurants and will be prohibited from moonlighting or gambling, according to Chinese officials.

Unlike his British counterparts, the Chinese senior general in the territory will earn only 1,200 yuan (\$145) per month, a sum that covers an evening meal for four at a midrange restaurant.

The People's Liberation Army, though poorly paid, is heavily involved in businesses in China — from manufacturing dolls to vehicles, from man-trolling major drug companies to selling Baskin-Robbins ice cream. Although it contends that its division here will not engage in business, there is some concern in Hong Kong that the temptations of commerce will overcome the formality of prohibition.

Last year, as Chinese troops began training for their duties in Hong Kong, Major General Liu Zhenwu, who ultimately will command the 10,000 troops expected — more than three times the number of British troops that had been based here — said that his men would attend classes to "learn about discipline and loyalty to the party." He added, "The classes are primarily to define and ensure their political correctness."

But Martin Lee, the leader of Hong Kong's Democratic Party, which has been critical of the Chinese approach to resuming sovereignty, offered a word of caution about the arrival of the first contingent of Chinese troops.

"I don't think Hong Kong people would feel too happy about the stationing of troops," said Mr. Lee, who met with President Bill Clinton last week to express his concerns about Hong Kong's

future under Chinese rule. "But I hope they would follow their orders strictly."

The 40 Chinese officers and men arrived in Hong Kong on Monday to begin preparing for the arrival of the full contingent, which will occupy 14 military sites throughout the territory.

As the Chinese soldiers arrived at the Prince of Wales barracks, British troops snapped salutes.

"We were told to salute," a British soldier said. "Normally we wouldn't."

While the brief welcome ceremony took place, the sound of cranes and bulldozers filling in yet more of the Hong Kong harbor rumbled across the parade ground. A construction worker watched the horde of reporters and the abrupt arrival of the Chinese convoy.

"I don't really have anything to say," he said. "We really don't know yet what they will do."

INTERNATIONAL CLASSIFIED

Personals

JUL WOSTMAN, Please call home.
I love & miss you. Very Sad Tue.
Remember April 29th, 46.

Auto Rentals

RENT AUTO DERGI FRANCE
WEEKEND: FF90. 7 DAYS: FF100.
TEL: PARIS 33 (0)1 43 66 55 55

Announcements

Attention visitors from the U.S!

If you enjoy reading the IHT when you travel, why not also get it at home?

Same-day delivery available in key U.S. cities

Call (1) 800 882 2894
(In New York City 212 732 3800)

Herald Tribune
THE WORLD'S DAILY NEWSPAPER

Our Next Special Heading:

REAL ESTATE IN THE SOUTH OF FRANCE, RIVIERA & MONACO appears on Friday, 25th April

For information please contact: INTERNATIONAL HERALD TRIBUNE Classified Department

Tel: Paris 33 (0)1 41 43 93 95

Fax: Paris 33 (0)1 41 43 93 70

BOREALES PROD. cast actors, men and women from 30 to 65 years. English for the shooting Paris, week 10 May 97. Contact: Cyl Tel: 33(0)1 44 07 21 58

BRUNEL The finest hand-made suit. Largest selection in Switzerland at WENBERG the leading men's store. Birmensdorf, 13. Zurich 01-211 29 50

FEELING lost? - having problems? SOS HELP class-line in English. 3 pm - 11pm. Tel: Paris (0)1 47 23 80 80

Legal Services

DIVORCE IN 1 DAY. No travel. Write: Box 377, Sudbury, MA 01776 USA. Tel: 508-443-6367. Fax: 508-443-0183.

Business Opportunities

OFFSHORE COMPANIES. For free brochure or advice Tel: London 44 181 741 1224. Fax: 44 181 741 9559/6338. www.applon.co.uk

Telecommunications

Telephone Conferencing

Multi-national Conferencing at US Rates

*AT & T Quality

*No Minimums

A Service of

ekallback

Where Standards are Set, not Met

Tel: 1.206.599.1991

Tel: 1.206.599.1991

Email: info@ekallback.com

www.ekallback.com

Business Services

YOUR OFFICE IN LONDON
Bond Street - Mid. Phone, Fax, Telex: Tel: 44 171 499 9182. Fax: 171 499 7517

Capital Available

COMMERCIAL/BUSINESS FINANCE available for any viable project worldwide. Fax: Tel: Sydney 61 2 955 00 00. Tel: Corporate Advances: (0)44-1275-821300.

Financial Investments

BUY LACS, PERPITS. Top 150 world banks only new issue to US\$ 100 M make offer. Fax: 65-469759

Real Estate for Sale

Paris and Suburbs

128 - BERCY PARK, SMALL HOUSE, near "Eglise de France", 5 rooms. Labeled & charming. Planned patio garden. Roof terrace possible. 252,000,000. Tel: American owner +33 (0)1 45 20 35 15.

ST GERMAIN DES PRES, apartment for reception, 140 sq.m. - 3th floor on terrace - 5th floor. FF5,400,000. Tel: +33 (0)1 43217691

Switzerland

LAKE GENÈVE & ALPS

Sale to foreign investors

our specialty since 1975

Attractive properties, overlooking view 1 to 5 bedrooms, from \$15,000,000. REVAC S.A.

33, Montbéliard CH-1211 GENEVE 2

Tel: 4122-734 34 40 Fax: 734 12 28

Real Estate for Rent

Paris Area Furnished

AGENCE CHAMPS ELYSEES

Specialized. Furnished apartments, 3 months or more or unfurnished, residential areas.

Tel: +33 (0)1 42 25 32 25

Fax: +33 (0)1 45 63 37 05

AT HOME IN PARIS

Apartments to rent furnished or not. Sales & Property Management Services. 25 Av. Hoche 75008 Paris. Tel: 4381-0820

Tel: +33 (0)1 45 63 25 60

Paris Area Unfurnished

TROCADERO

EXCEPTIONAL VIEW, beautiful 4 rooms. Possible parking. FF20,000. RESIDENCE CITY Tel: 4381-0820/2121

Paris Area Unfurnished

NEULY - PENTHOUSE

Exceptional 200 sq.m. - 5 rooms, beautiful reception, 34 bedrooms, 2 bathrooms, completely furnished kitchen, dressing, alarm. Highly luxurious. Parking. Justified high price. Tel: +33 (0)1 47 45 55.

Switzerland

GENÈVE, LUXURY FURNISHED apartments. From studios to 4 bedrooms. Tel: +41 22 735 630 Fax: +41 22 735071

Residence Hotels

C JUDGE CHAMPS ELYSEES

High class rooms & suites. Daily, weekly & monthly rates. Paris. Tel: +33 (0)1 41 43 33 33. Fax: +33 (0)1 42 25 32 25

Holiday Rentals

Monaco

MONACO GRAND PRIX. Apartment with balcony, placed on the best part of the circuit (departure-right line) - 500m from the Grand Prix. Tel: +33 (0)1 47 45 55

Employment

General Positions Wanted

BUSINESSWOMAN, PARIS, unknown & experienced. English, French, Russian, etc. looking for any leading company. Phone and fax: +33(0)1 48 22 17 34

International Herald Tribune ads work

THE WORLD'S DAILY NEWSPAPER

PLANNING TO RUN A CLASSIFIED AD?

Place your Ad quickly and easily, contact your nearest IHT office or representative with your text. You will be informed of the cost immediately, and once payment is made your ad will appear within 48 hours. All major Credit Cards Accepted.

EUROPE

FRANCE: H&E Paris. Tel: (0)1 41 43 33 33. Fax: (0)1 41 43 33 33. Email: Classified@iht.com

GERMANY: AUSTRIA & CENTRAL EUROPE. Tel: (0)49 77250-0. Fax: (0)49 77250-20.

VEGETARIAN & VEGAN. Tel: (0)22 344-3333. Fax: (0)22 344-3333.

GRECE & CYPRUS. Athens. Tel: 301/49 51 322. Fax: 301/49 51 327.

ITALY. Tel: 06/5815736. Fax: 06/58120938.

NETHERLANDS: Amsterdam. Tel: 31 20 6841080. Fax: 31 20 6841074.

SPAIN: Madrid. Tel: 452-2608. Fax: 452-6074.

SWITZERLAND: Zurich. Tel: (0)22 735 630. Fax: +41 22 735071

EUROPE

SWITZERLAND: Zurich. Tel: (0)22 735 630. Fax: +41 22 735071

UNITED KINGDOM: London. Tel: (0)171 836-4802. Fax: (0)171 430 0338.

NORTH AMERICA

NEW YORK. Tel: (212) 732-3890. Fax: (212) 732-3890.

HONG KONG. Tel: (852) 2922-1188. Fax: (852) 2922-1188.

SINGAPORE. Tel: 322 6478. Fax: 322 6478.

ASIA/PACIFIC

ASIA/PACIFIC

ASIA/PACIFIC

ASIA/PACIFIC

ASIA/PACIFIC

ASIA/PACIFIC

ASIA/PACIFIC

ASIA/PACIFIC

EUROPE

With Foes Feuding, Milosevic Regains Stride and Shores Up His Rule

By Chris Hedges
New York Times Service

BELGRADE — President Slobodan Milosevic of Serbia, the Balkans' williest political escape artist, appears once again to have defied the expectations of his opponents and reasserted his grip on power.

Mr. Milosevic, who was knocked off stride by months of protests by the political opposition, is now moving to limit criticism of himself by the independent news media. He has sidelined those who were disloyal to him in his moment of weakness and appointed a longtime loyalist as chairman of the electoral commission.

He has capitalized on dismay in the ranks of the opposition, which began squabbling almost immediately after they took power in many of Serbia's largest cities.

And, to the consternation of his critics, he is preparing to run for the Yugoslav presidency. The post is now largely ceremonial. But many in Serbia believe

that Mr. Milosevic will maintain his sweeping powers if he is elected by the federal Parliament, which is dominated by members of his Socialist Party.

Yugoslavia is made up of Montenegro and Serbia, and Serbia's constitution bars Mr. Milosevic from serving a third term in Serbia.

The heady excitement of the daily street marches, called after Mr. Milosevic nullified opposition victories in November in several large cities, including Belgrade, has dissipated in the smoggy, slate-colored skies that hover over the capital.

"We failed as a people, as a country," said Miodir Brkic, the editor in chief of the independent daily Nasa Borba. "We should have formed a movement during the street protests to build a united, non-partisan front to fight for a democratic, parliamentary system."

"Instead we followed politicians who lacked vision, who cared only for power and who now spend their time bickering among themselves like street vendors. We have a terrible deficit of leaders."

To be sure, Mr. Milosevic is weaker than he was a year ago. He has lost his top security chief, Radovan Stojicic, who was assassinated this month in a gangland-style shooting while dining with his son in a Belgrade restaurant. The killers and their motive remain unclear.

He is also locked in a bitter battle to remove the Montenegrin prime minister, Milo Djukanovic, who has called on him to step down.

And with salaries and pensions often paid months late, if at all, and state-run industry at a standstill, the International Monetary Fund and the World Bank have not renewed Yugoslavia's membership nor granted the country a special concession to attract foreign investment.

"Milosevic has capitalized on the dismay within the coalition," said Stojan Cerovic, a columnist for Vreme, an independent magazine.

"But he has not recovered his power completely. The assassination of Radovan Stojicic, the leader of Milosevic's praetorian guard, was an assault

on Milosevic and his inner circle. It sent an ominous message to Milosevic, that no one is safe anymore, and it signaled to those around Milosevic that they could not count on being protected. Things are still falling apart."

Mr. Milosevic, a former Communist, has been one of the leading voices of Serbian nationalism in the region, and his government supported Serbian rebels in Croatia and Bosnia through years of brutal warfare.

His artfully timed concessions have allowed him to survive two significant rounds of public protest. The first, in 1992, arose after security forces violently repressed an opposition march. This year, after months of demonstrations and concerted international pressure, Mr. Milosevic allowed the opposition to move into the city hall in Belgrade and other cities.

Afterward, he dismissed the head of state television, reshuffled the cabinet and proposed legislation on the news media that would make it possible for the government to impose hefty fines on

its critics. The bill is now before Parliament.

Mr. Milosevic's best ally has turned out to be the fractious coalition Zajedno, which led the street protests this winter. The two principal leaders in the three-party coalition, Zoran Djindjic and Vuk Draskovic, have been feuding over who will run for the presidency of Serbia. Elections are expected later this year.

The daily barbs fly through the press, with Mr. Djindjic, now the mayor of Belgrade, dismissing Mr. Draskovic's candidacy for the presidency by saying the coalition cannot afford to "run a frog in a horse race."

Mr. Draskovic has attacked Mr. Djindjic for holding at least one secret meeting with Mr. Milosevic during the protests and denying at the time that it took place.

In this disarray, Mr. Milosevic has proposed the law making it illegal to criticize the president and other senior officials. He has also signed a cooperation agreement with the leadership of the Bosnian Serbs. His alleged aban-

donment of them was a point of attack by the opposition.

Mr. Milosevic also has shuffled the government to strengthen his grip on power. The president's wife, Mirjana Markovic, who heads a party in coalition with the governing Socialists and who is unpopular, has disappeared from public view.

Meanwhile, the opposition spends its fury on itself. The state-controlled press trumpets every new disagreement, while calling opposition leaders "Serb traitors on foreign payrolls."

Mr. Brkic, the editor, said, "Milosevic is like a vampire, surviving off the blood of his enemies."

For his part, Mr. Draskovic has mounted a campaign to restore the Serbian monarchy, picking one of the most divisive issues within Serbia. He also proposed naming the street in front of Mr. Milosevic's house after Draza Mihajlovic, the Serbian royalist commander who in World War II fought the Germans as well as the partisans, and was later executed by Tito.

Blair Pledges Fresh Start for Britain in EU Negotiations

Compiled by Our Staff From Dispatches

MANCHESTER — Just 10 days before the general election on May 1, the opposition leader, Tony Blair, used his only set-piece foreign policy speech of the campaign on Monday to argue that the Labour Party alone can stand up for Britain's interests overseas.

He also spurned his opponent's offer of advice on European Union negotiations if he wins.

"I will not take lessons on how to negotiate from this textbook of incompetence written by the prime minister," Mr. Blair said at a campaign meeting after Prime Minister John Major offered confidential advice.

The rebuff was the latest humiliation for Mr. Major, whose party is trailing by around 17 points in polls.

Mr. Major has depicted himself as the bulwark against an erosion of British sovereignty, both under a new EU treaty to be completed in mid-June, and a single European currency, due to start in 1999.

Mr. Blair, in his speech in the northern city of Manchester, said: "To negotiate well you have to have respect from those with whom you are negotiating. If you don't, you fail. And if you have neither the respect of those with whom you negotiate nor those on whose behalf you are negotiating, you fail abjectly. That is Mr. Major's position."

Mr. Major has accused Mr. Blair of surrendering his negotiating position in advance of the EU summit meeting in June in Amsterdam and of stifling dissent in his own party with "Stalinist" tactics.

Sticking to his message that only he was experienced enough to negotiate for Britain, Mr. Major said that Europe was "becoming more centralist and all Conservatives oppose that centralized Europe and support our membership of a Europe of nation-states."

He shrugged off the polls on Monday, telling a London news conference: "This election is there to be won, of that I have not a shadow of doubt, and I believe we are going to win it."

Mr. Major's gamble on making Europe a big election issue has highlighted divisions over Europe within his 22-member cabinet, provoking media speculation that his closest aides are already jostling to succeed him if he leads the party to defeat.

Over the weekend, Home Secretary Michael Howard said the new EU treaty could threaten Britain's future as a nation-state. The chancellor of the Exchequer, Kenneth Clarke, who is Mr. Major's pro-European treasury minister, contradicted Mr. Howard.

The Conservatives and Labour are both uncommitted to the euro, and both promise a referendum before any decision to join the common currency, but Mr. Blair adopts a more conciliatory tone toward the EU.

In Manchester, Mr. Blair accused the Tories of "a narrow, crabbed nationalism."

"It is a natural reaction to insecurity and fear in a changed world, but it leads nowhere," he said. "It is not a real or lasting answer to the changes, which, for better or for worse, are going on around us."

He also could not resist a stream of withering personal invective.

He called Mr. Major's negotiating of the crisis over "mad cow" disease "a textbook of incompetence" and said it was an "undignified spectacle" for a prime minister to have to try to stop his party from falling apart in the middle of an election.

Mr. Blair promised a fresh start in Europe and said the policy of perpetual isolation followed by the Conservatives since 1979 was misguided. He said he would stand up firmly for Britain's interests and was prepared to stand alone if necessary.

On the question of the single currency, Mr. Blair repeated that he saw formidable obstacles to first-wave entry and was skeptical about the chances of Britain doing so any time in the next five years.



Frost and Drought Both Plague Europe

Winegrowers in the south of France were counting their losses Monday after freezing temperatures destroyed large sections of their crop of grapes for rose wine. Dry, warm conditions ripened grapes earlier than usual this year, leaving them more susceptible to cold. Michel Rieu, right, a wine producer, inspects the damage in his vineyard in Suze la Rousse. In Belgium, however, the weather that everybody is talking about but nobody is doing anything about is drought. Fire fighters, above, have been battling brush and grass blazes in the region near the Dutch border. Widespread European drought is attributable to record-low rainfalls.



Bulgarian Victors Seek Support for Economic Plan

Reuters

SOFIA — The Union of Democratic Forces, which won a big parliamentary majority in elections Saturday, said it would meet other parties Tuesday to seek their support for its program to lead Bulgaria out of economic crisis.

The party leader, Ivan Kostov, said Monday that his priorities were carrying out reforms sought by the International Monetary Fund; fighting organized crime and corruption; opening secret police files on public figures, and bringing Bulgaria into the European Union and the North Atlantic Treaty Organization.

"We are proposing that the newly formed Parliament pass an anti-crisis declaration, and tomorrow we start talks with the other main forces for agreement on its principles," Mr. Kostov said at a news conference.

With all but a handful of results counted, the electoral commission said the Union of Democratic Forces had 137 seats in the 240-seat assembly to the Socialists' 57.

Three smaller parties will also enter Parliament.

Mr. Kostov said he hoped the agreement would include the Socialists, who were driven out of power in February.

"I think dialogue with the Socialist Party is possible; after all, its current leadership helped resolve the January crisis and signed the declaration for support for the actions of the caretaker government," he said.

Asked about a formal coalition, he said various options would be considered. "Anyway, I am optimistic that in the course of the talks we shall find the formula of the agreement in the name of the country's future," he said.

The Union's National Executive Bureau meets Thursday and is expected to nominate Mr. Kostov as prime minister and decide on the makeup of the cabinet.

Deputy Prime Minister Alexander Bozhkov is expected to retain the trade portfolio, overseeing the restructuring of the state sector.

Economic Policy Minister Krassimir Angarski is expected to take the finance portfolio, and Bogomil Bonev is expected to continue his campaign against organized crime and corruption at the Interior Ministry.

The first task of the new Parliament will be to pass a 1997 budget and a package of banking laws needed to create a currency board, which is required by the IMF as a condition for \$657 million in financing.

Other crucial steps the new government must take are privatizing and restructuring the state sector; freeing prices and trade rules, and providing an investor-friendly legal climate to aid a swift transition to a market economy.

Bulgarian Brady bonds rose sharply on the secondary debt market on reports of the Union's victory. An outlook report from Banque Nationale de Paris said the bonds could outperform the global Brady index under a currency board.

The combination of falling inflation with a strengthening currency underpinned by fiscal adjustments and industrial restructuring was ideal for bond investors, the report said.

The lev, the national currency, traded lower on the interbank market on Monday, but Finance Minister Svetoslav Gavrilski attributed that to speculation, saying traders were buying dollars in anticipation of the lev's fall.

BRIEFLY

Chernomyrdin Says Opposition To NATO Will Not Change

PRAGUE — Prime Minister Viktor Chernomyrdin of Russia said Monday that a pact between Russia and NATO could be signed on May 27 but that Moscow's opposition to the eastward expansion of the alliance would not change.

North Atlantic Treaty Organization officials earlier said a new round of talks between Secretary-General Javier Solana Madariaga and the Russian foreign minister, Yevgeni Primakov, aimed at overcoming remaining Russian objections, had been set for May 6 in Luxembourg.

After talks here with the Czech prime minister, Vaclav Klaus, Mr. Chernomyrdin was asked at a news conference if the deal could be signed on May 27, as stated by President Boris Yeltsin last week. He replied: "If the president said the 27th, that means it will be ready on the 27th. As for NATO expansion, we will be against it even after that."

"It is not a question of NATO," Mr. Chernomyrdin said. "We are talking about the military components of NATO. We should not allow new divisions to appear in Europe, new blocs. That is why we are today against the expansion of NATO."

Russia Denies Reported Theft Of Nuclear Warheads in Urals

MOSCOW — Russian officials said Monday that Moscow had never had any atomic warheads stolen and dismissed a claim by a Russian disarmament expert who told a German newspaper that drunken workmen took two nuclear warheads in 1993.

"This is really idiotic," said Nikolai Yegorov, Russia's deputy atomic energy minister. "I have never heard anything more idiotic."

Sunday's Frankfurter Allgemeine quoted a Russian nuclear expert, Vladimir Orlov, as saying two drunken workers stole two warheads from a Urals factory on a bet in 1993 and hid them in a garage in a residential area.

It quoted Mr. Orlov, head of the Moscow Institute for Security and Politics, as saying it was the first time a nuclear weapon had been stolen. Mr. Yegorov dismissed the report and said no nuclear warheads had ever been stolen.

Kohl's Party Fails to Agree On Plan for Naturalization

BONN — Chancellor Helmut Kohl's Christian Democrats failed to agree Monday on a plan that would have offered German nationality to the children of immigrants.

The proposal would have conceded for the first time that German nationality is not just a matter of blood lines and can be acquired by being born in Germany.

Younger members of Mr. Kohl's CDU have proposed giving dual nationality to immigrants' children born in Germany, but making them choose at maturity between German citizenship and that of their parents' country. But the plan has hit stubborn opposition from older CDU members and above all from the Christian Social Union, the Christian Democrats' Bavarian sister party.

The CDU general secretary, Peter Hintze, said the leadership had agreed only that "better integration of foreigners should not be reduced to the issue of dual nationality."

Italian Farmers Demonstrate In Brussels for More Subsidies

LUXEMBOURG — Thousands of Italian farmers on Monday protested outside a meeting of European Union farm ministers here, demanding higher subsidies for agricultural exports.

Between 7,000 and 10,000 farmers demonstrated for the right to produce more milk, and demanded better protection from cheaper Mediterranean produce. The demonstration was organized by Italian labor groups.

Farmers demanded an increase of 600,000 metric tons in Italy's annual milk quota of 9.9 million tons, according to Carlo Gottero, vice president of the National Confederation of Direct Farmers.

\$2 Million Political Gift an Irish Bombshell

By James F. Clarity
New York Times Service

DUBLIN — The former chief executive and part-owner of Ireland's largest department store chain told a government tribunal Monday that he had provided about \$2 million for the use of a former prime minister, Charles Haughey.

The businessman, Ben Dunne, the former chief of Dunnes Stores, told the tribunal that he made four payments intended for Mr. Haughey between 1988 and 1991 and that he was told the money was to help Mr. Haughey overcome a personal business problem.

Mr. Haughey, who was prime minister three times for a total of eight years ending in 1992, has said nothing, not even whether he will appear before the tribunal if, as expected, he is subpoenaed.

Tribunal officials said there had been no allegations that any donations were illegal. Ireland has no law limiting contributions to politicians, but gifts are subject to tax.

Newspaper and television reporters have

traced the money to bank accounts in the Cayman Islands, but have not confirmed that any money reached Mr. Haughey.

The disclosure has thrown Irish national politics into turmoil as Mr. Haughey's party, Fianna Fail, now the leading opposition party in Parliament, is preparing to challenge the coalition government of Prime Minister John Bruton, the head of the Fine Gael party, in a national election campaign.

The Fianna Fail leader, Bertie Ahern, said he feared that Mr. Bruton would set the election date soon in an effort to take advantage of the negative effect of disclosures about Mr. Haughey.

The tribunal is also expected to hear testimony that Mr. Bruton's party received about

\$280,000 from Dunnes and that his coalition partner, the Labor Party of Foreign Minister Dick Spring, received about \$22,000.

A Fine Gael minister, Michael Lowry, resigned in December after it was disclosed that he received at least \$300,000 from Dunnes to build a wing on his house. This disclosure prompted Mr. Ahern's party to demand a tribunal to investigate.

The government agreed and then, to the chagrin of his party, allegations about donations to Mr. Haughey began to be heard.

Since he was forced out by his own party in 1992, Mr. Haughey, 71, has lived the life of a country squire, yachtsman and owner of thoroughbred horses.

He is also a member of the Council of State, which advises President Mary Robinson on constitutional issues.

During his career, Mr. Haughey's critics and some journalists often questioned how a man who spent virtually his entire adult life as an elected official on relatively modest salaries was able to become obviously wealthy.

See our
Business Message Center
every Wednesday

Weekend
OPTIONS®
Heart of the City

London from £119 per night.

Enjoy a little luxury this weekend with Heart of the City Weekend Options from Inter-Continental. With over 60 hotels at the heart of 50 of Europe's most beautiful cities we'll ensure you have the perfect escape. For information or reservations contact us from the UK on 0345 581444, from France on 0800 908555, or from Germany on 0130 853955.

INTER-CONTINENTAL
HOTELS AND RESORTS

Europe • The Middle East • Africa • Asia Pacific • The Americas
Over 1000 Hotels • 100,000 Rooms • 10,000,000+ Customers

Rates per room per night. Limited availability. £119 rate at Forum Hotel London. Valid weekends only.

INTERNATIONAL

Leftist's Run Unnerves Mexico's Main Party

By Sam Dillon
New York Times Service

MEXICO CITY — Cuauhtémoc Cardenas, an early favorite in Mexico City's first mayoral election, heard people at a suburban campaign stop complain the other day of government indifference to local water pollution.

"It flows out of the tap like chocolate," Guadalupe Osorio, a neighborhood activist, told the candidate.

At another rally, Mr. Cardenas heard villagers accuse a ward boss from the governing Institutional Revolutionary Party, or PRI, of poisoning local archaeological treasures.

And later, at a meeting in a nearby plaza, hundreds of Cardenas backers drowned out a heckler they believed to be a supporter of the governing party with a chant that resonated off the bell tower of the village chapel: "Kick out the PRI! Kick out the PRI!"

Mr. Cardenas, Mexico's most prominent leftist leader, has been hearing the roar of anti-government crowds all across North America's largest city during the first weeks of an election campaign that is shaping up as a crucial marker in the country's struggle toward democracy.

The winner of the election — until now the mayor was appointed by the president — is expected to immediately become the second most powerful politician in the country.

"People don't want another three or six or 20 years of more of the same," said Mr. Cardenas, who lost presidential bids to Institutional Revolutionary Party candidates in 1988 and 1994. In an interview last week as his convoy moved

through remote suburbs where industrial wastelands give way to palm-shaded colonial plazas, he said, "People want change."

Mexico is moving toward national elections July 6 that will be a watershed not only because of the first Mexico City mayoral election, but also because opposition parties have their first credible chance at wresting control of the 500-member Congress from the governing party.

For half a century after Mexico's modern political system was consolidated in the 1920s, successive PRI presidents governed with virtually unchecked powers.

Since the early 1980s, opposition parties have been chipping away, winning hundreds of city and four state governments, but the central institutions of Mexican power have remained in the hands of the Institutional Revolutionary Party.

Recent polls suggest that if the elections were held now, Mr. Cardenas, and his Party of the Democratic Revolution, or PRD, would narrowly win the mayoral election while the Institutional Revolutionary Party would just manage to maintain a majority in Congress.

These prospects have seemed to rattle President Ernesto Zedillo. Last week, he appeared before an assembly of his party to lecture his followers on the need to retain control of the legislature.

The dangers of a defeat for the governing party are obvious: an opposition-controlled Congress could commission the first serious investigations of government corruption and establish oversight committees to monitor the secretive military and the national budget.

"The stakes are extraordinary because the PRI has never had to work with a divided government, and they don't know how," said Federico Estevez, a political scientist.

The loss of Mexico City would be a tremendous blow, Mr. Estevez added, because about 20,000 of the city's more than 60,000 bureaucrats are governing party functionaries and would probably be dismissed by an opposition mayor.

Betting that this kind of shake-up is attractive to the city's residents, both Mr. Cardenas and the other main opposition mayoral candidate, Carlos Castillo Peraza, a former president of the conservative National Action Party, or PAN, have built campaign slogans around the word "change."

In contrast, the governing party and its mayoral candidate, Alfredo del Mazo, a former governor of the state of Mexico, are gambling that Mexicans fear turmoil and will vote for stability.

"It's possible to lose everything, overnight," says a governing party radio advertisement broadcast repeatedly in Mexico City. "Your family, your education, your work, you've achieved it all through effort and experience. The PAN and the PRD offer change, as if by magic. That's not possible and risks all that we have."

Recent polls show Mr. Cardenas to be backed by 32 percent of Mexico City voters, Mr. Castillo by 30 percent and Mr. Del Mazo by 25 percent. One reason for Mr. Cardenas's early lead is that he is better known than his rivals. The 62-year-old son of General Lázaro Cardenas, the almost mythical Depression-era president who



Cuauhtémoc Cardenas, seeking to be Mexico City's first popularly elected mayor, has been getting an earful of complaints about the governing party's municipal government.

nationalized Mexico's oil fields. Cuauhtémoc Cardenas studied engineering in France and later served as a PRI senator and governor of his home state, Michoacan.

In 1987, he led followers in a breakaway from the PRI, charging that the party had betrayed its revolutionary roots, and the following year ran for president against Carlos Salinas de Gortari. After the balloting, the government halted the count, claiming that election computers had crashed, and later declared Mr. Salinas the victor. But many Mexicans believe Mr. Cardenas won.

During Mr. Cardenas's second presidential run, in 1994, the government prevented him from buying broadcast advertising, and electronic news coverage was uniformly negative.

But now Mr. Cardenas and his party are rising in the polls, and Mr. Cardenas attributed his improving fortunes to relaxation of controls on the media.

"For years they bad-mouthed us and distorted what we were proposing," he said. "But now they're allowing interviews and coverage, and we have possibilities that haven't existed before."

Biju Patnaik, 81, Hero Of India Struggle, Dies

By John F. Burns
New York Times Service

NEW DELHI — Biju Patnaik, one of the most prominent survivors of the generation of Indian leaders who took part in the independence struggle against Britain, died Thursday. He was 81.

The scion of a princely family, Mr. Patnaik twice served as chief minister of Orissa, a state in eastern India with a population of more than 30 million people, from 1961 to 1963, when he was credited with steps that began its industrialization, and again from 1990 to 1995.

But his reputation in India rested less on his political performance than on his exploits as a pilot in the years before and soon after India's independence in 1947.

Enlisting in the Royal Air Force, he combined daredevilry on behalf of the British forces fighting the Japanese in Burma with secret missions on behalf of the independence movement.

For dropping political leaflets to Indian soldiers fighting under British command in Burma and flying clandestine missions that carried Congress Party leaders from hideouts across India to secret meetings that charted the independence struggle, he was jailed by the British from 1942 to 1946.

In the decade after independence, he founded an industrial empire in impoverished Orissa and his own air service, later absorbed by Indian Airlines, the state-owned carrier.

All the while, he kept up his flying exploits, winning renown for daredevil flights that carried Indian soldiers into battle in Kashmir in 1947, and with a mission in 1948 in which Mr. Patnaik rescued

two Indonesian independence leaders from a hideout in Indonesia and flew them to India, outraging the Dutch who were then ruling Indonesia.

Mr. Patnaik's political career was less successful. His two stints as chief minister of Orissa were dogged by political feuding and accusations of corruption.

In the 1970s, disillusioned with the leadership of Prime Minister Indira Gandhi, he broke with the Congress Party, and was one of the many political leaders arrested and imprisoned by Mrs. Gandhi. When she lost the election in 1977, Mr. Patnaik served briefly as steel minister.

Among his survivors is his daughter, the author Gita Mehta.

Mary Rockefeller, 86, Trustee of the YMCA

NEW YORK (NYT) — Mary French Rockefeller, 86, for more than four decades active in promoting leadership opportunities for women, died in New York on Thursday from injuries she suffered in a fall in her Manhattan apartment.

Mrs. Rockefeller was a supporter of the Young Women's Christian Association, where she was an advocate for women throughout the world. She began in 1951 as a member of the national board and in 1988 was elected to the Board of Trustees.

From 1955 to 1973, she was vice chairman and then chairman of the YWCA's International division, and from 1958 to 1964, she was chairman of the organization's World Service Council.

Her husband, Laurence S. Rockefeller, whom she married in 1934, is a grandson of John D. Rockefeller, the founder of Standard Oil.

BRIEFLY

Chechen Leader Remembered

GEKHI-CHU, Russia — Thousands of Chechens gathered in a remote field Monday to commemorate the separatist leader Dzhokar Dudayev on the first anniversary of his death.

The rebel chief was killed by a Russian rocket near this village 30 kilometers (19 miles) southwest of Grozny as he spoke on his satellite telephone.

As General Dudayev's admirers mourned, a bombing raised the specter that the separatists could be taking the independence struggle outside Chechnya. A monument to union between Russia and the autonomous region of Kabardino-Balkaria was slightly damaged in the explosion in the city of Nalchik, 70 kilometers from Chechnya's borders. Chechen had warned of attacks on Russian targets to mark the anniversary. (Reuters)

Armenia Battles Its Neighbor

BAKU, Azerbaijan — Azerbaijan and Armenia traded accusations Monday of new cross-border attacks, the worst outburst of violence between the Transcaucasian neighbors in nearly three years.

The Azerbaijani Defense Ministry said Armenian troops shelled Azerbaijani positions on the northwestern part of the border late Sunday. "The fire from light weapons continued for 10 minutes before Azerbaijani forces returned fire and silenced the adversary," a ministry statement said.

A Russian news agency, Interfax, quoted the Armenian Defense Ministry as denying making unprovoked attacks, saying Azerbaijanis were striking first. (Reuters)

Mexico Ousts Rights Observers

MEXICO CITY — Mexico expelled two observers from the International Federation of Human Rights who were illegally studying the country's civil liberties practices while on tourist visas, officials said.

The observers, Vilma Nunez of Nicaragua and Benjamin Cuellos of El Salvador, had been in the impoverished southern state of Guerrero, officials said Sunday. (AFP)

By maintaining a far-flung network of news-gathering resources, the World's Daily Newspaper brings you unrivalled coverage of world politics, business and economics, as well as science, technology, travel, fashion, the arts and sport — all from an international perspective.

Take advantage of this limited opportunity to try the International Herald Tribune with a low cost, 2-month trial subscription and enjoy delivery to your home or office every morning.

COUNTRY/CURRENCY	2 MONTHS NEWSSTAND PRICE	2 MONTHS OFFER PRICE	DISCOUNT OFF COVER PRICE
AUSTRIA ATS	1,456	650	55%
BELGIUM BEF	3,380	1,350	60%
DENMARK DKK	780	360	54%
FINLAND FIM	624	310	50%
FRANCE FF	520	210	60%
GERMANY DEM	182	72	60%
GREAT BRITAIN £	47	22	53%
GREECE DR	18,200	9,100	50%
IRELAND IRC	52	26	50%
ITALY LIT	145,600	58,000	60%
LUXEMBOURG LFR	3,380	1,350	60%
NETHERLANDS NLG	195	78	60%
NORWAY NOK	832	390	53%
PORTUGAL ESC	11,960	5,000	58%
SPAIN PTAS	11,700	5,000	57%
SWEDEN SEK	832	350	58%
SWITZERLAND CHF	166	66	60%
ELSEWHERE \$	—	50	—

* For information concerning hand delivery in major German cities call toll free IHT Germany at 0130-84 85 85 or fax (069) 9712 6311.

Yes, I would like to start receiving the International Herald Tribune. 22-4-97

☐ My check is enclosed (payable to the IHT)

☐ Please charge my:

☐ Amex ☐ Diners Club ☐ VISA ☐ Access ☐ MasterCard ☐ Eurocard

Credit card charges will be made in French Francs at current rates.

Card No: _____ Exp. Date: _____

Signature: _____

For business orders, indicate your VAT No: _____ (IHT VAT Number FR74732021126)

Mr/Mrs/Ms Family Name: _____

First Name: _____ Job Title: _____

Mailing Address: _____

City/Code: _____

Country: _____

Home Tel No: _____ Business Tel No: _____

E-Mail Address: _____

I got this copy of the IHT at: ☐ kiosk ☐ hotel ☐ airline ☐ other

☐ I do not wish to receive information from other carefully screened companies

Mail or fax to: International Herald Tribune
181, avenue Charles de Gaulle, 92521 Neuilly Cedex, France.
Fax: +33 1 41 43 92 10
OR CALL +33 1 41 43 93 61
In Asia: +852 29 22 11 88. In the US (toll-free): 1-800-882-2884.
E-Mail No: subs@iht.com
Offer valid for new subscribers only. HAZM



By Suzy Menkes
International Herald Tribune

"Thailande: Tresors d'Artisans" at the Eiffel Tower until May 25.

"I am inspired by my culture and

From left: Dolce & Gabbana's flower-pattern sandals; Ferragamo's "Evita" wedge; D&G's wood-sole sandal.



Clockwise from top left: Christian Lacroix's coin-decorated thong sandal; Kickers' Neoprene wedge-heel mule; calfskin sandal from Bally; Sonia Rykiel's platform sandal. Dior's jet-embroidered, multistrap evening sandal.

A 15x15 crossword puzzle grid. The grid contains black squares in the following positions (row, column): (1,10), (1,11), (1,12), (1,13), (1,14), (1,15), (2,1), (2,2), (2,3), (2,4), (2,5), (2,6), (2,7), (2,8), (2,9), (2,10), (2,11), (2,12), (2,13), (2,14), (2,15), (3,1), (3,2), (3,3), (3,4), (3,5), (3,6), (3,7), (3,8), (3,9), (3,10), (3,11), (3,12), (3,13), (3,14), (3,15), (4,1), (4,2), (4,3), (4,4), (4,5), (4,6), (4,7), (4,8), (4,9), (4,10), (4,11), (4,12), (4,13), (4,14), (4,15), (5,1), (5,2), (5,3), (5,4), (5,5), (5,6), (5,7), (5,8), (5,9), (5,10), (5,11), (5,12), (5,13), (5,14), (5,15), (6,1), (6,2), (6,3), (6,4), (6,5), (6,6), (6,7), (6,8), (6,9), (6,10), (6,11), (6,12), (6,13), (6,14), (6,15), (7,1), (7,2), (7,3), (7,4), (7,5), (7,6), (7,7), (7,8), (7,9), (7,10), (7,11), (7,12), (7,13), (7,14), (7,15), (8,1), (8,2), (8,3), (8,4), (8,5), (8,6), (8,7), (8,8), (8,9), (8,10), (8,11), (8,12), (8,13), (8,14), (8,15), (9,1), (9,2), (9,3), (9,4), (9,5), (9,6), (9,7), (9,8), (9,9), (9,10), (9,11), (9,12), (9,13), (9,14), (9,15), (10,1), (10,2), (10,3), (10,4), (10,5), (10,6), (10,7), (10,8), (10,9), (10,10), (10,11), (10,12), (10,13), (10,14), (10,15), (11,1), (11,2), (11,3), (11,4), (11,5), (11,6), (11,7), (11,8), (11,9), (11,10), (11,11), (11,12), (11,13), (11,14), (11,15), (12,1), (12,2), (12,3), (12,4), (12,5), (12,6), (12,7), (12,8), (12,9), (12,10), (12,11), (12,12), (12,13), (12,14), (12,15), (13,1), (13,2), (13,3), (13,4), (13,5), (13,6), (13,7), (13,8), (13,9), (13,10), (13,11), (13,12), (13,13), (13,14), (13,15), (14,1), (14,2), (14,3), (14,4), (14,5), (14,6), (14,7), (14,8), (14,9), (14,10), (14,11), (14,12), (14,13), (14,14), (14,15), (15,1), (15,2), (15,3), (15,4), (15,5), (15,6), (15,7), (15,8), (15,9), (15,10), (15,11), (15,12), (15,13), (15,14), (15,15). The numbers 1 through 65 are placed in the starting squares of the words.

Gerald R. Fergusson

But the Flower Children era had already looked back — to the 1940s. When Ferragamo shod Madonna last year in “Evia,” the Italian company, already brought back into its stores re-creations of Eva Peron’s well-stocked wardrobe. Those 1940s designs showed Salvatore Ferragamo’s genius at turning necessity into invention, for the cork and wooden wedges, which he used to overcome a wartime shortage of steel for heels, became an immediate and enduring fashion

International Herald Tribune

A whiff of the 1940s in fashion — light dresses with sturdy footwear — part of Dolce & Gabbana's look. The flower-pattern sandals with wedge heels have been as much copied as Prada's velvet platform-sole sandals.

The origins of platform shoes have been well-documented by fashion historians. They go back to ancient Greece when actors wore them to increase the stature, and especially to 16th-century Venice, where *chopines* were worn by prostitutes literally standing out from the crowd. In an era when clothes are modest and minimal, it seems inevitable that fancy shoes should be the towering height of fashion.

Suzy Menkes

Est. 1911, Paris
"Sank Roo Doe Noo"

A Space for Thought.

[illegible][illegible]

What Did Greenspan Mean By 'Irrational Exuberance'?

He Fears Share Prices May Outpace Earnings

By Louis Uchitelle
New York Times Service

NEW YORK — The chairman of the Federal Reserve Board, Alan Greenspan, seemed to signal to many Americans with one unassuming rhetorical question last December that the boom in the stock market was coming to an end.

Now four months later, Mr. Greenspan is gradually providing his own answer: the speculative frenzy that could bring a prolonged market decline is not here yet.

What he has done in recent speeches and congressional testimony is offer an interpretation of what he meant when he asked whether "irrational exuberance has unduly escalated stock prices."

His answer centers on future corporate profits. So far, in his emerging explanation, profits are expected to continue growing sufficiently to justify the boom in the stock market to date. But that could soon change.

The explanation is important because Mr. Greenspan's original question — and his coming of the phrase "irrational exuberance" — has played a role in unnerving investors, making the stock market rather volatile. After hitting a high in early March, the Dow Jones industrial average fell nearly 10 percent in just over a month, only to bounce back nearly 5 percent last week, its biggest weekly rise in four years.

It was a rare spectacle to have the Federal Reserve chairman publicly jawboning the stock market, particularly when the effort seemed unsuccessful. With last week's rise, the Dow is still up more than 250 points from where it was when Mr. Greenspan first spoke.

But that gain appears to be within the Greenspan ball park.

Irrational exuberance only begins when millions of Americans, new to stock ownership and never stung by a depressed market, continue to bid up stock prices even after profits are no longer projected to grow fast enough to support the rising share prices.

"The question, essentially, is whether profit margins will continue to increase," Mr. Greenspan said in a recent speech. Various forecasts available to Mr. Greenspan for his recent speeches and congressional testimony suggest that future profit growth will support the current high level of stock prices. But those forecasts date

from March, and new ones could show a slowing in the expected rate of profit growth.

Other Federal Reserve policymakers, although they speak often about what is happening to the economy, were reluctant to answer questions about the stock market.

Most consider the subject too sensitive for public comment, but the hesitancy may

NEWS ANALYSIS

also reflect differences of opinion within the central bank. The one policymaker who did talk for the record said that investor attitudes that stock prices could only go up may be changing.

"I am sure there is a lot of reassessing going on across the country," said Edward Kelley Jr., a Federal Reserve Board governor. "Markets are not a one-way bet, with everyone a winner, and they had come to look like that."

Future profit growth, then, is the key criterion, in the Greenspan view, for stepping over the line into irrational exuberance. Although Mr. Greenspan has not cited any projections that suggest a rate of profit growth insufficient to support stock prices at current levels, such a slowdown is feared by many economists.

Some, like Robert Shiller at Yale University, argue that earnings and stock prices are already out of sync. When that happens, then millions of Americans cross the line into irrational exuberance, if they continue to drive up stock prices, unimpaired of the changed circumstances.

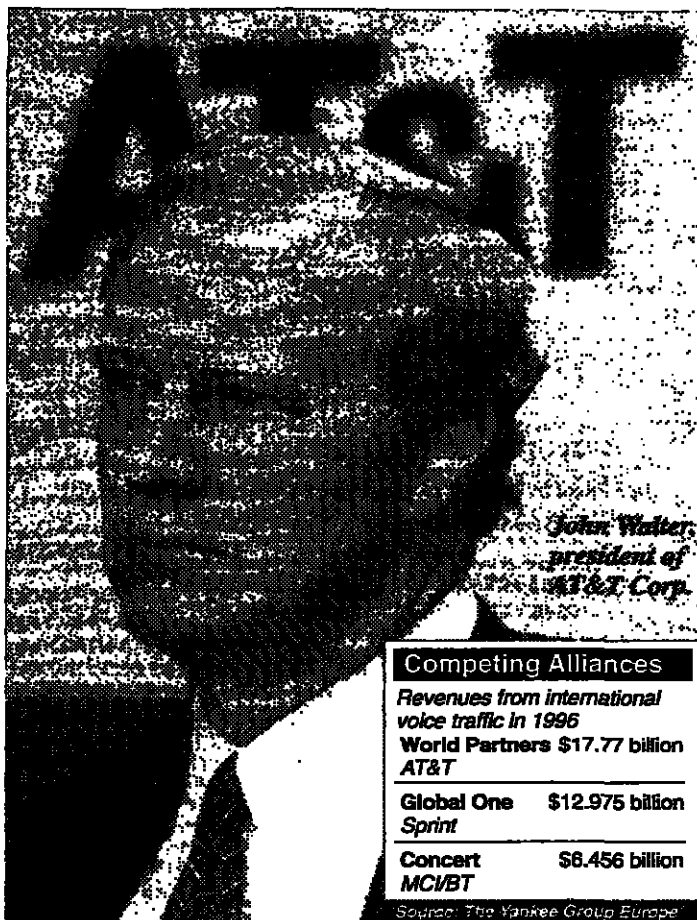
That sort of optimism cannot last; stocks that are too highly priced will inevitably fall, perhaps over a long period, as they did in the mid-1970s.

Clinton Picks New Fed Nominees

President Bill Clinton will name Edward "Ned" Gramlich and Roger Ferguson to the Federal Reserve Board, the U.S. Treasury secretary, Robert Rubin, said, according to a Bloomberg News dispatch from Chantilly, Virginia.

Mr. Gramlich, 57, is dean of the School of Public Policy at the University of Michigan. Mr. Ferguson, 46, is a partner at McKinsey & Co., a consulting company.

It was not clear when the nominations would be forwarded to Congress.



Competing Alliances
Revenues from international voice traffic in 1996

World Partners	\$17.77 billion
Global One	\$12.975 billion
Sprint	
Concert	\$6.456 billion
MCI/VT	

Source: The Yankee Group Europe

AT&T Profit Drops 24% As Expansion Costs Rise

Compiled by Our Staff From Dispatches

NEW YORK — AT&T Corp. said Monday that its first-quarter profit dropped 24 percent and warned that second-quarter earnings would fall further as it spent more to enter new markets and fight domestic rivals.

AT&T said profit from continuing operations was \$1.12 billion, compared with \$1.47 billion a year earlier, excluding results from NCR Corp. and Lucent Technologies Inc., which AT&T has spun off.

Revenue from AT&T's continuing operations rose 1.5 percent, to \$13.05 billion, reflecting gains in AT&T's local phone service, long-distance service to businesses and wireless services.

But the expense of new investments and struggling sales of long-

distance service to consumers hurt AT&T's bottom line. The company increased spending on local, overseas and other young businesses in a bid to diversify.

Some analysts said the latest results showed that AT&T's split has yet to produce the promised boon to shareholders.

AT&T shares have fallen 20 percent since Dec. 31, when the company completed the spin-off of its computer and equipment businesses.

The stock price fell 62.5 cents to close at \$33 on Monday. Analysts said the squeeze on profits would continue as AT&T fights MCI Communications Corp., Sprint Corp. and firms that have made inroads in the residential market. (Bloomberg, AP)

Giant's Global Reach Starts to Fall Short

AT&T Smarts From Loss of Telefonica

By Seth Schiesel
New York Times Service

NEW YORK — AT&T Corp.'s loose-knit strategy for extending its global reach appears to be unraveling, even as the international partnership of MCI Communications Corp. and British Telecommunications PLC is strengthening.

The most recent sign was the decision late last week by Telefonica de Espana SA, the largest communications provider in Latin America, to split from AT&T's affiliation of overseas allies to form a much tighter bond with the MCI-BT group.

The defection by Telefonica, which is also Spain's dominant telephone company, underscored AT&T's vulnerability at a time when the world's communications companies are forging alliances to serve the voice- and data-network needs of multinational corporate customers — the most lucrative portion of a \$650 billion global telecommunications market.

And not only is AT&T's alliance under pressure from the MCI-BT group. A third group known as Global One, involving the American long-distance carrier Sprint Corp. and its partial owners, Deutsche Telekom AG and France Telecom SA, is making patient, if not yet spectacular, progress.

Telefonica announced Friday that it was leaving a group of smaller European telecommunications providers affiliated with AT&T, called Unisource, to go into business with the MCI-BT combination, known as Concert. Telefonica, which operates communications companies in Argentina, Brazil, Chile, Colombia, Peru, Puerto Rico and Venezuela, said that AT&T was insufficiently committed to the Latin American market.

"The commitment of AT&T to new investment has not been as strong as BT-MCI," said Fernando Panizo, chief operating officer of TISA, Telefonica's overseas subsidiary.

"The most important project to us is the expansion and consolidation of Latin America," Mr. Panizo said. "To do that we need the commitment of someone to go with us in the new investment and distribute worthwhile global products."

Many analysts saw the move as a coup for Concert, because Latin America's market for telecommunications services is expected to nearly double, to \$60 billion, by 2000.

"It's a landmark transaction," said J. Bradford Bunch, a partner at the management consulting firm Deloitte & Touche in Atlanta. "It focused that the global supercarrier is now a reality. It's changed the competitive landscape for the whole industry."

In most of the 47 countries around the world where Concert now has partners,

Exxon Corp. said its first-quarter profit soared 15 percent. Page 13.

the bonds between companies are cemented by joint investments or an exchange of equity. BT, which has a pending deal to acquire MCI for \$22 billion, has also purchased pieces of its partners in France, Germany and Italy, for example.

And in the agreement announced Friday, BT and Telefonica received the right to each purchase a stake of about \$445 million in the other company.

AT&T, however, has generally shied away from putting money on the table to ensure lasting relationships, both in Unisource, which now has only four members, and in its larger alliance with 16 foreign companies inside and outside Europe, called World Partners.

"Telefonica shows there's less of an ability of this to be done through superficial partnerships," said Stephanie Comfort, an analyst for Morgan Stanley. "It seems you need to have a much more tangible lock-up."

Looser partnerships may lend flexibility, analysts said, but can prevent companies from providing the seamless international communications demanded by large business customers.

"AT&T's alliance is deeply broken and flawed in its structure," said David Goodtree, a director at Forrester Research, an information technology research firm based in Cambridge, Massachusetts. "BT and MCI each put a billion to a billion dollars into Concert. They act with one mind."

See STRATEGY, Page 17

Thinking Ahead / Commentary

China Must Join World Trade System

By Reginald Dale
International Herald Tribune

WASHINGTON — Dealing with the rise of China is now widely seen as the most important long-term challenge facing the United States. Yet current American thinking is more often shaped by disapproval of China, and by domestic politics, than by a rational assessment of U.S. interests.

There can be little doubt that those interests would best be served by the successful integration of China into the Western-oriented world economic system in the years ahead.

Provided the terms are right, China's admission to the Geneva-based World Trade Organization should help to ensure that Beijing continues economic reforms, opens its highly protected market and submits to the rule of international law.

The United States, which has taken the lead in negotiating China's WTO entry, is best placed to ensure that outcome. But the current climate in Washington is hardly conducive to sensible trade policy.

This summer's annual congressional debate on extending China's most-favored-nation status, a move that would guarantee regular access to the American market, will probably be the toughest yet.

Politicians on both left and right are advocating the withdrawal of most-favored-nation status, or the threat of it, to press China on issues ranging from human rights, arms proliferation, religious intolerance and forced abortions to Tibet, Taiwan and Hong Kong.

The ballooning U.S. trade deficit with China is making Congress disinclined to grant Beijing commercial favors. The House minority leader, Richard Gephardt, a likely rival of Vice President Al Gore for the Democratic presidential nomination in 2000, is openly wooing labor unions concerned about low-wage Chinese competition.

Although President Bill Clinton will propose renewing China's trade status in the next few weeks, Beijing's alleged attempts to buy political influence in Washington have

made most politicians nervous about being nice to China.

But the best way to make China an enemy would be to treat it as one: Denial of the trade status would certainly be a hostile act. It would severely disrupt trade, shatter Hong Kong's economy just as it reverts to China and sabotage Mr. Clinton's attempts to improve relations with Beijing.

China would almost certainly retaliate, and switch business to America's commercial rivals, without changing its behavior on human rights or anything else.

Basically, Washington has got to make up its mind on a simple question: Does it want to trade with China? If it does, far from suspending the trade status, it should make it permanent and end the counterproductive annual battle on Capitol Hill.

One good thing, however, may come of China's current unpopularity in Washington: It should stiffen Mr. Clinton's resolve to insist on strict terms for Chinese WTO entry. He will have to justify every concession made to Beijing.

That should help to avert the real risk that Mr. Clinton might rush through a deal with Beijing for political reasons, so as to have big news to announce at a summit meeting with President Jiang Zemin planned for this autumn.

The most important aim should be to ensure Beijing both can and will enforce the commitments it undertakes — perhaps through some kind of probationary WTO membership. Chinese concepts of the rule of law are very different from those of the West.

The huge U.S. trade deficit actually gives Washington important leverage. China needs the American market and would like guaranteed access through the WTO. It also needs foreign investment, which WTO membership would make more attractive.

China's integration into the world economy has already gone so far that it would be virtually impossible to pull back. For the United States, it would be better to risk that China walk away in a huff by demanding tough enforcement provisions, than to offer permissive terms that would undermine the credibility of the rules of the world trading system.

CURRENCY & INTEREST RATES

Cross Rates									
	USD	EUR	GBP	JPY	AUD	NZD	HKD	TWD	THB
American	1.000	0.66	0.48	110.00	0.68	0.52	7.75	20.50	3.20
British	1.66	1.00	0.65	160.00	1.00	0.75	10.00	27.00	4.80
French	1.66	1.00	0.65	160.00	1.00	0.75	10.00	27.00	4.80
German	1.66	1.00	0.65	160.00	1.00	0.75	10.00	27.00	4.80
Italian	1.66	1.00	0.65	160.00	1.00	0.75	10.00	27.00	4.80
Japanese	110.00	160.00	160.00	1.00	1.00	1.00	1.00	1.00	1.00
Australian	0.68	0.75	0.52	0.0087	1.00	1.00	1.00	1.00	1.00
New Zealand	0.52	0.75	0.52	0.0087	1.00	1.00	1.00	1.00	1.00
Hong Kong	7.75	10.00	7.75	0.0136	0.0136	1.00	1.00	1.00	1.00
Taiwan	20.50	27.00	20.50	0.0246	0.0246	0.0246	1.00	1.00	1.00
Thailand	3.20	4.80	3.20	0.0025	0.0025	0.0025	0.0025	1.00	1.00

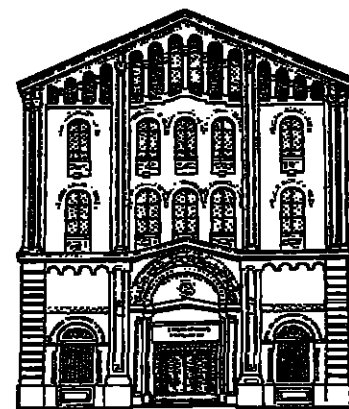
Libor-Libor Rates									
	1-month	3-month	6-month	9-month	12-month	18-month	24-month	36-month	48-month
USD	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
EUR	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
GBP	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
JPY	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
AUD	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
NZD	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
HKD	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
TWD	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
THB	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50

Key Money Rates									
	USD	EUR	GBP	JPY	AUD	NZD	HKD	TWD	THB
USD	1.000	0.66	0.48	110.00	0.68	0.52	7.75	20.50	3.20
EUR	0.66	1.00	0.65	160.00	1.00	0.75	10.00	27.00	4.80
GBP	0.48	0.65	1.00	160.00	1.00	0.75	10.00	27.00	4.80
JPY	110.00	160.00	160.00	1.00	1.00	1.00	1.00	1.00	1.00
AUD	0.68	0.75	0.52	0.0087	1.00	1.00	1.00	1.00	1.00
NZD	0.52	0.75	0.52	0.0087	1.00	1.00	1.00	1.00	1.00
HKD	7.75	10.00	7.75	0.0136	0.0136	1.00	1.00	1.00	1.00
TWD	20.50	27.00	20.50	0.0246	0.0246	0.0246	1.00	1.00	1.00
THB	3.20	4.80	3.20	0.0025	0.0025	0.0025	0.0025	1.00	1.00

We're not just on the map. We're all over it.

It's not only our vast worldwide network that keeps us at your side at all times. It's our total commitment to serving your unique demands, wherever you may be. From the time we opened our first office in Switzerland in 1876, Credit Lyonnais has earned an enviable reputation for Private Banking based on dialogue and personal relationships. The founder of Credit Lyonnais, Henri Germain, expressed it most succinctly when he created the bank's motto:

"Business is people, not just figures". This has been the very essence of our banking philosophy from generation to generation. We listen well to our clients' priorities as we help them navigate diverse and fast-changing financial markets. Perhaps that is why today we manage more than 9 million private accounts. And why we are often cited as a world reference bank for the private customer. But there is yet another dimension to a successful banking partnership. Your banker must make sure you get where you want to go. Providing innovative solutions and insightful answers through in-depth resources and experience in the world's leading marketplaces.



Our Geneva subsidiary, specialized in Private Banking since 1876.

Credit Lyonnais' Private Banking network can always put the financial technology and expertise you need at your finger tips. Precisely when you need it.

The combined strength of these two dimensions — close, trusting partnerships and vast global resources — creates something unique in Credit Lyonnais Private Banking.

Let's talk.

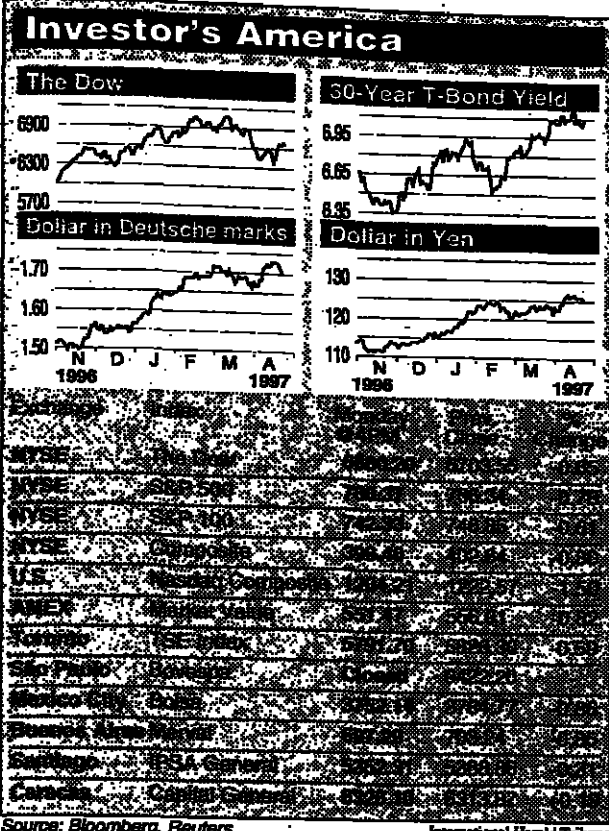


CREDIT LYONNAIS

PRIVATE BANKING NETWORK:

SWITZERLAND: GENEVA TEL. 41 22/705 66 66 • HEADQUARTERS FOR CREDIT LYONNAIS INTERNATIONAL PRIVATE BANKING
BASLE TEL. 41 61/284 22 22 • ZURICH TEL. 41 1/217 86 86 • LUGANO TEL. 41 91/923 51 65
PARIS TEL. 33 1/42 95 03 05 • LUXEMBOURG TEL. 352/476 831 442 • LONDON TEL. 44 171/499 91 46
MONACO TEL. 377/93 15 73 34 • VIENNA TEL. 431/531 50 120 • MONTEVIDEO TEL. 598 2/95 08 67 • MIAMI TEL. 1 305/375 78 14
HONG KONG TEL. 852/28 02 28 88 • SINGAPORE TEL. 65/535 94 77

THE AMERICAS



Very briefly:

ITT to Acquire Goulds Pumps

WHITE PLAINS, New York (Bloomberg) — ITT Industries Inc. said Monday it would buy Goulds Pumps Inc. for \$934 million in cash and debt to expand its pump-making business. The combined companies will make the world's largest maker of pumps, ITT officials said.

AST Research to Cut 1,000 Jobs

IRVINE, California (AP) — AST Research Inc. said Monday it would cut about 1,000 jobs, or 25 percent of its work force. The move comes one week after the computer-maker agreed to be acquired by Samsung Group of South Korea.

Nabisco Holdings Corp.'s first-quarter earnings rose 21 percent, to \$64 million, from a year ago.

Chrysler Corp. said an 11-day strike at a Detroit engine plant forced it to lay off another 2,362 workers. Bloomberg

Weekend Box Office

LOS ANGELES — "Anastasia" dominated the U.S. box office over the weekend, with a gross of \$12.2 million. Following are the Top 10 money-makers, based on Friday's ticket sales and estimated sales for Saturday and Sunday.

	(Columbia Pictures)	\$12.2 million
1. Anastasia	(Universal)	\$10.2 million
2. The 400 Blows	(Warner Bros.)	\$8.0 million
3. The Godfather	(Paramount)	\$7.3 million
4. The Untouchables	(Polygram Pictures)	\$6.4 million
5. The Untouchables	(Columbia Pictures)	\$6.4 million
6. The Untouchables	(Universal)	\$6.2 million
7. The Untouchables	(Universal)	\$6.1 million
8. The Untouchables	(Columbia Pictures)	\$6.1 million
9. The Untouchables	(Universal)	\$6.1 million
10. The Untouchables	(Universal)	\$6.1 million

Exxon Earnings Surge 15%

Bloomberg News

IRVING, Texas — Exxon Corp., the first of the major U.S. oil companies to report, posted a 15 percent jump in first-quarter profit as oil and natural gas prices rose, but analysts said such growth would not last.

Shares of Exxon rose initially after the earnings report and on news that Texaco Inc. won a Supreme Court case Monday that could mean Exxon will not have to pay \$2 billion in disputed taxes. In addition, crude oil prices rose on news of disruptions to refinery supplies. But the stock finished 50 cents lower, at \$53.00.

The largest U.S. oil company said net income rose to \$2.18 billion, its highest quarterly profit ever, from \$1.89 billion a year earlier. In the year-earlier quarter, the company had a one-time gain of \$125 million. Revenue for the latest quarter rose 8 percent, to \$33.6 billion.

Exxon said it received an av-

erage price of \$20.31 for a barrel of crude oil in the quarter, compared with \$17.37 a year earlier. Its average price for natural gas was \$2.88 for a thousand cubic feet, compared with \$2.58 a year earlier. But oil and gas prices have since tumbled.

"They won't be reporting these kinds of earnings for a while," said John Hervey, an analyst with Donaldson, Lufkin & Jenrette.

While strong prices in the first part of the quarter helped earnings in one portion of Exxon's business, falling prices in the latter part helped segments that use oil and natural gas as a raw material.

Texaco won a major tax battle with the U.S. government Monday, when the Supreme Court rejected the Internal Revenue Service's appeal in a dispute about income from foreign refining subsidiaries. The decision could also be good news for Exxon, which has a similar case pending in a lower court.

Both disputes involve taxes on the income from Saudi Arabian oil that the companies sold to foreign subsidiaries during the energy crisis of the late 1970s and early 1980s.

The disagreement involved about \$1 billion in disputed taxes from Texaco for 1979 to 1981, and more than twice that much from Exxon. With interest, the IRS claimed the two companies together owed more than \$5 billion.

The U.S. Tax Court, considering the cases together, sided with Texaco and Exxon. A federal appeals court upheld that decision in connection with Texaco's case. By refusing to hear the IRS's appeal, the Supreme Court left that decision intact on Monday.

While the Supreme Court's refusal to hear the Texaco case doesn't create a binding precedent, it undercuts the IRS's prospects in the Exxon dispute.

Exxon's share price rose 37.5 cents, to \$104.00.

Kerkorian Said to Bid for Orion

By James Bates

Los Angeles Times

LOS ANGELES — The Las Vegas billionaire Kirk Kerkorian is negotiating to acquire Orion Pictures, primarily for its substantial film library, sources close to the deal said.

An executive familiar with the talks characterized the odds at "60-40" that Mr. Kerkorian would buy Orion from John Kluge, also a bil-

lionaire. The sources cautioned, however, that the talks were fragile and could easily unravel. They added that no decision was expected until Wednesday at the earliest.

The executive said that Mr. Kerkorian and Mr. Kluge had discussed a price of about \$300 million, but added that it was unclear whether Mr. Kerkorian sought Orion's production arm, which operates far below the level of major Hollywood studios. Mr. Kerkorian

bought Metro-Goldwyn-Mayer Inc. last year for \$1.3 billion.

What Mr. Kerkorian and the MGM chairman, Frank Mancuso, value most, the executive said, is Orion's 2,200-film library. They may want to spin off the production unit to another party as part of a more complicated transaction, the executive said.

Orion is controlled by Mr. Kluge, who is expected by most analysts to sell the studio.

Uncertainty About Europe's Single Currency Buys Mark

Bloomberg News

NEW YORK — The dollar fell against the Deutsche mark Monday as investors bought the German currency amid concern that European monetary union may not proceed as planned.

The latest doubts surrounding Europe's single currency came as President Jacques Chirac of France called early elections and speculation intensified that Italy would not be admitted to monetary union at the outset in 1999.

"If you throw EMU question marks out there, people buy marks

blindly," said John Barlow, a currency trader at Bayerische Landesbank Girozentrale.

The dollar slipped against the yen on speculation that officials from the Group of Seven industrial countries who are meeting in Washington this weekend may try to slow its ascent.

The dollar fell to 1.6975 Deutsche marks, from 1.7118 at the end of the day on Friday. It also fell to 125.315 yen from 125.885.

Mr. Chirac called elections a year early in an effort to win a freer hand at imposing measures to qualify France for the single currency. But early

elections could backfire, traders said, costing the ruling coalition seats and derailing Mr. Chirac's efforts.

Debra Larsen, a currency trader at Commerzbank, said a setback for

FOREIGN EXCHANGE

Mr. Chirac in the elections could call into question France's efforts to implement budget cuts needed to qualify for the single currency.

"That puts into question EMU, and you go back into the mark, which puts pressure on the dollar against the mark."

As Bond Yields Rise, Stocks Take a Rest

Compiled by Our Staff From Dispatches

NEW YORK — Stocks fell Monday as traders were cautious after last week's rally and rising bond yields tempted investors away from shares.

The Dow Jones industrial average closed 43.34 points lower, at 6,660.21. Declining issues outnumbered advancing ones by a 7-to-5 margin on the New York Stock Exchange. The Dow gained 5 percent last week.

The broader Standard & Poor's 500 index fell 5.97 points, to 760.37, while declining technology issues dragged the Nasdaq composite index down 18.62 points, to 1,203.95.

The Dow had risen early in the day amid stronger-than-expected earnings at Exxon and a legal victory for Texaco. Trading was lighter than usual because of Monday evening's Passover holiday.

"You've got a bored market that is backing from rates and mixed earnings," said John Hammettschmidt of Turner Investment Partners.

Government bond prices fell for the first time in three days as the Treasury and a slew of municipalities and corporations prepared to sell some \$62 billion of new debt.

"There's a lot of supply there for the market to digest," which may hurt prices, said Larry Pavelec, a fund manager with M & I Investment Management in Milwaukee, Wisconsin.

The price of the benchmark 30-year Treasury bond fell 13/32, to 94 9/32, driving its yield up to 7.09 percent from 7.05 percent.

Stocks look relatively less attractive to investors as government bond yields rise.

Shares of 3Com and U.S. Robotics, which 3Com plans to buy, fell sharply after Intel cut prices on a competing computer-networking product. Intel announced price cuts on its so-called stackable hub products. Hubs, a relatively old technology, account for about 20 percent of 3Com's sales, said Chris Six of Cowen & Co. "It's an important product for 3Com," he said. 3Com fell 3, to 264.4, U.S. Robotics dropped 5 1/4 to 45 1/4, while Intel rose 1 3/4 to 138 1/2.

Automotive stock plunged 9 1/4

U.S. STOCKS

to 4 1/4 after the pharmaceutical-research company said its drug to treat multiple sclerosis performed no better than a placebo in final-stage clinical trials. Meanwhile, Biogen shares rose 3/4 to 31 1/4 after the company's Avonex multiple sclerosis drug was found to be more effective than previously expected. Eli Lilly shares rose 1/4 to 8 1/2 after the drugmaker said first-quarter earnings rose 11 percent, to \$432.6 million as sales of new products and reduced costs offset a 2.7 percent drop in revenue from its best-selling antidepressant Prozac. Revenue rose 9.5 percent to \$1.95 billion.

Stock in Reynolds Metals fell 1 1/4 to 65 1/4 after the company said it would sell its aluminum rolling mill in Alabama to Aluminum Co. of America and record a loss of between \$225 million to \$250 million.

Coca-Cola Enterprises shares rose 3/4 to 59 after shareholders of the distribution affiliate of Coca-Cola Co. approved a 3-for-1 stock split in a move that effectively tripled the dividend. (Bloomberg, AP)

AMEX

Monday's 4 P.M. Close

The top 300 most active shares, up to the closing on Wall Street. The Associated Press.

Stock	Price	Change	Volume	High	Low	Open
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50

U. S. STOCK MARKET DIARY

Most Active

Standard & Poor's

Index	Price	Change	Volume	High	Low	Open
Dow Jones	6660.21	-43.34	1,200,000	6700.00	6600.00	6700.00
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50

Dividends

Company

Company	Per Amt	Rec Pay	Company	Per Amt	Rec Pay
Anglo Am OADR	1.16	5-15	Amer Natl Bk	0.40	5-15
Coca-Cola	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15

Stock Tables Explained

Sales figures are unaudited. Yearly highs and lows reflect the previous 52 weeks plus the current week, but the latest trading day. When split or stock dividend amounting to 25 percent or more has been paid, the year's high and low range and dividend are shown for the new stock only. Unless otherwise noted, rates of dividends are annual dividends based on the latest declaration.

INTERNATIONAL FUTURES

April 21, 1997

High Low Last Chg Opt

Index	Price	Change	Volume	High	Low	Open
Dow Jones	6660.21	-43.34	1,200,000	6700.00	6600.00	6700.00
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50

Dividends

Company

Company	Per Amt	Rec Pay	Company	Per Amt	Rec Pay
Anglo Am OADR	1.16	5-15	Amer Natl Bk	0.40	5-15
Coca-Cola	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15

Stock Tables Explained

Sales figures are unaudited. Yearly highs and lows reflect the previous 52 weeks plus the current week, but the latest trading day. When split or stock dividend amounting to 25 percent or more has been paid, the year's high and low range and dividend are shown for the new stock only. Unless otherwise noted, rates of dividends are annual dividends based on the latest declaration.

INTERNATIONAL FUTURES

April 21, 1997

High Low Last Chg Opt

Index	Price	Change	Volume	High	Low	Open
Dow Jones	6660.21	-43.34	1,200,000	6700.00	6600.00	6700.00
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50
AMEX	53.00	-0.50	1,200,000	53.50	52.50	53.50

Dividends

Company

Company	Per Amt	Rec Pay	Company	Per Amt	Rec Pay
Anglo Am OADR	1.16	5-15	Amer Natl Bk	0.40	5-15
Coca-Cola	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15
Exxon	0.40	5-15	Bank of Am	0.40	5-15

Stock Tables Explained

Sales figures are unaudited. Yearly highs and lows reflect the previous 52 weeks plus the current week, but the latest trading day. When split or stock dividend amounting to 25 percent or more has been paid, the year's high and low range and dividend are shown for the new stock only. Unless otherwise noted, rates of dividends are annual dividends based on the latest declaration.

NASDAQ

Monday's 4 P.M.
The 1,000 most-traded National Market securities
in terms of dollar volume, updated twice a week.
The Associated Press

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

From

Warner
Red With
Good Plus

Deuts

WORLD STOCK MARKETS

Monday, April 21

Market	Index	Change
Hong Kong	10,000	+100
London	5,000	+50
Paris	3,000	+30
Tokyo	2,000	+20
Amsterdam	1,000	+10
Frankfurt	800	+8
Berlin	600	+6
Madrid	400	+4
Barcelona	300	+3
Stockholm	200	+2
Copenhagen	150	+1
Oslo	100	+1
Stockholm	50	+1
Copenhagen	25	+1
Oslo	10	+1

NYSE

Monday's 4 P.M. Close
(Continued)

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

Symbol	Price	Change
IBM	100.00	+0.25
Microsoft	55.00	+0.50
Apple	45.00	+0.25
Oracle	35.00	+0.50
Sun	25.00	+0.25
HP	15.00	+0.25
Intel	10.00	+0.25
Motorola	5.00	+0.25
Verizon	4.00	+0.25
AT&T	3.00	+0.25
Comcast	2.00	+0.25
Time Warner	1.00	+0.25
News Corp.	0.50	+0.25
Disney	0.25	+0.25
Walt Disney	0.10	+0.25
Amgen	0.05	+0.25
Boeing	0.02	+0.25
Lockheed	0.01	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25
Boeing	0.00	+0.25
Lockheed	0.00	+0.25
General Electric	0.00	+0.25
Westinghouse	0.00	+0.25
Rockwell International	0.00	+0.25

Hong Kong

London

Paris

Tokyo

Amsterdam

Frankfurt

Berlin

Madrid

Barcelona

Stockholm

Copenhagen

Oslo

Stockholm

Copenhagen

Oslo

EUROPE

From Cordiant, 3 Companies Are Born

Warner
Said to Seek
Deal With
Canal Plus

Compiled by Our Staff From Dispatches
PARIS — Warner Brothers Inc. is poised to take a 10 percent stake in the CanalSatellite, the digital satellite TV venture controlled by Canal Plus SA, a French newspaper reported Monday.

Warner Brothers, a unit of Time Warner Inc., has an option to buy the stake from Canal Plus in what would be the first stage of a broad cooperation agreement between Time Warner, Canal Plus and the French media company Havas SA, the business daily La Tribune reported. Havas is the biggest shareholder in Canal Plus, with a 34 percent stake.

La Tribune said Warner would pay between 500 million francs and 800 million francs (\$87 million and \$139 million) for the stake.

CanalSatellite is 70 percent owned by Canal Plus. Compagnie Generale des Eaux SA has a 10 percent stake, while Pathe holds 20 percent.

Warner has not signed up to have its television channels carried on CanalSatellite's digital service, a source told Reuters.

Generale des Eaux is in talks with Time Warner over the sale of its cable TV unit, Compagnie Generale de Video-Communication. La Tribune said Warner would buy the cable unit from Compagnie Generale des Eaux as part of the deal.

(Reuters, IHT)

Compiled by Our Staff From Dispatches

NEW YORK — Cordiant PLC, the global advertising company that went through a stormy shake-up two years ago with the departure of two founders, Maurice and Charles Saatchi, said Monday it would split into three companies.

Cordiant said shares in Saatchi & Saatchi Advertising Worldwide and Bates Worldwide would trade separately on the London and New York stock exchanges. Bates & Saatchi will jointly own Zenith Media, Cordiant's media buying unit.

The decision to dissolve the company means the end of the Cordiant name after little more than two years.

The parent company, once known as Saatchi & Saatchi Advertising, chose that name shortly after Maurice and Charles Saatchi left the firm in a

bitter dispute at the end of 1994.

The Saatchis went on to form their own competing agency under the name of M&C Saatchi, and the new agency won a number of accounts from Cordiant, including one longtime client, British Airways.

In May 1995, the Saatchis and their former agency agreed to settle a legal dispute stemming from their ouster. It allowed both companies to continue using the Saatchi names, and let a number of executives follow the Saatchi brothers to their new shop.

Cordiant said it has rebounded from the troubles of its breakup with the Saatchis, and the restructuring will allow all of its various advertising offices and smaller subsidiaries, operating in 90 countries with 10,400 employees, to become more autonomous and efficient.

A Cordiant spokeswoman could not immediately say whether any jobs will be lost.

Investors applauded the news, sending Cordiant up 5.5 pence on the London Stock Exchange, to close at 135.5 pence.

"Two separate management teams will have an incentive to run their groups more profitably," said Lorna Tildian, an analyst with Panmure Gordon & Co. "It makes our projection of 10 percent margins more likely."

Cordiant said last month it had returned to profitability in 1996, with net income of £27 million (\$44 million), reversing a loss of £34.5 million a year earlier.

Bob Seelert, now chief executive of Cordiant, will become chief executive of Saatchi & Saatchi, while the Bates chief executive, Michael

Bungey, will run that group. Zenith Media Worldwide will be run by John Perriss, its current chairman.

Mr. Seelert said the spin-off will accelerate sales and profit growth, increase autonomy and accountability at its ad networks, and enable Bates and Saatchi to compete more freely for clients. Now, for example, because Saatchi handles advertising for Procter & Gamble Co. products such as Tide, Cascade and Comet, Bates cannot solicit business from P&G's competitors.

Removing the client conflicts will open about 10 percent of the world advertising market to Bates, Cordiant said. (NYT, Bloomberg, AP)

Deutsche Tallies Misused Accounts

Reuters

FRANKFURT — Deutsche Bank AG on Monday described as "realistic" a press report that about 180,000 clients might be affected by a fund-mismanagement scandal at its British subsidiary, Deutsche Morgan Grenfell Asset Management.

But the bank said the client figure, reported in the mass-circulation daily Bild, would not mean it needed to make additional compensation payments.

Deutsche said it will face £200 million (\$326.6 million) in compensation charges related to the alleged mismanagement at three Morgan Grenfell funds last year.

That charge comes on top of a £180 million cash injection by the bank to shore up the ailing funds.

Deutsche Bank has set aside 1.1 billion to 1.2 billion Deutsche marks (\$642.6 million to \$701 million) in its 1996 results to cover damages

related to the incidents at Deutsche Morgan Grenfell.

A spokesman said Deutsche Bank had estimated its compensation needs on the basis of the volume of funds on deposit at Morgan Grenfell Asset Management, not on the number of individuals with accounts.

"We said last December that around 90,000 MGAM accounts were involved in this, but we were never quite sure how many people were behind that number," the spokesman said.

He said the number of clients mentioned in the Bild account "appears to us to be realistic. But this has no effect on the compensation figure."

Last week, the British investment industry watchdog, the Investment Managers Regulatory Organization, imposed a record £2 million fine on Morgan Grenfell Asset Management over the debacle, which led to

the dismissal of Peter Young, who managed two of the funds.

Separately, the organization unveiled a plan on Monday to raise industry standards and improve investor awareness.

The organization said it wanted to do more training of regulators, firms and investors and raise industry standards by changing its admissions process.

"Only through knowledge and awareness can the regulator hope to achieve effective investor protection," said the organization's chief executive officer, Philip Thorpe.

The organization said it would improve its admissions process by including a second stage that will mean that most firms will have their activities restricted before they have successfully undergone a first monitoring visit. The regulator said it hopes to complete a pilot study by autumn.

Profit Off 17%
At Norsk Hydro

Agence France-Presse

OSLO — Norsk Hydro A/S said Monday that its net profit fell 17 percent in the first quarter from a year ago, to 1.54 billion kroner (\$217.4 million), mostly because of poor results from on-shore operations.

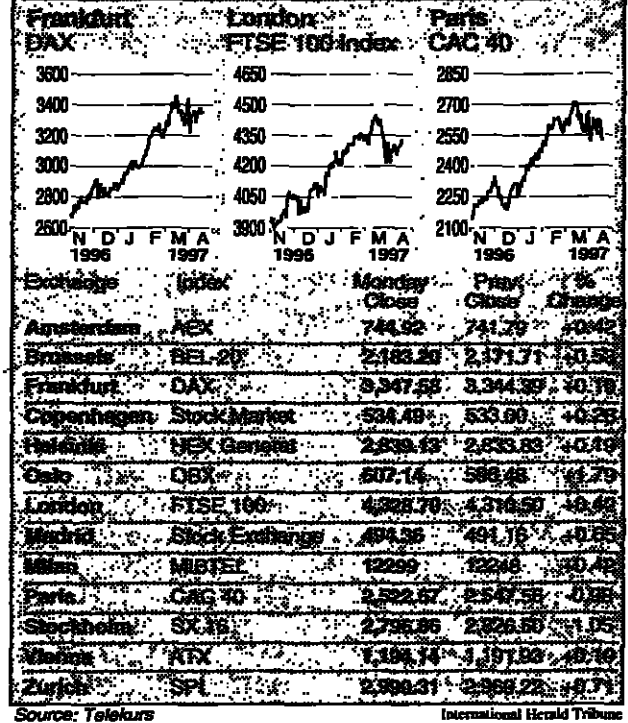
Norsk Hydro's share price surged 23 kroner to close at 355 kroner.

Sales at Norway's biggest industrial company climbed to 23.2 billion kroner, up 8.9 percent from a year ago.

Norsk Hydro said satisfactory oil and gas results and expanded agriculture operations had played a key role in holding operating income at a high level.

Income in the light metals division was halved because of lower aluminum prices.

Investor's Europe



Very briefly:

- Astra AB, the Swedish drug company, posted a 1 percent profit rise in the first quarter, to 3.46 billion kronor (\$452 million), which was below analysts' expectations.
- Svenska Handelsbanken AB, Sweden's largest bank, reported a 14 percent rise in operating profit in the first quarter, to 1.73 billion kronor.
- Post & Telekom Austria AG will cut long-distance charges this year by 3.3 billion schillings (\$273 million) to try and be more competitive before a possible sale to the public.
- Dassault Systemes SA's first-quarter earnings rose 34 percent, to a record level of 116.3 million French francs (\$20.1 million), and the company cited strong sales.
- AO St. Petersburg Telephone Network plans to sell 44.1 million preferred shares with the hope of raising up to \$45 million to modernize its network.
- International Monetary Fund negotiators are to arrive in Moscow this week for talks that may pave the way for the release of the next installment of a \$10.1 billion loan.
- Societe Europeenne des Satellites SA will begin broadcasting Britain's Channel 5 this week via satellite to 2.9 million households in Britain and Ireland. (Bloomberg News, AP)

WORLD STOCK MARKETS

Monday, April 21
Prices in local currencies.

High Low Close Prev.

Amsterdam AEX index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

ASEL index: 244.92
Previous: 244.92

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

High Low Close Prev.

April 21, 1997

ml

Service sponsored by

NOKIA

Disport (Ltd)	TCM	190
Disport (Ltd)	TCM	339

[illegible]

do not warrant the quality or accuracy of the information. Past performance does

a - asked; + - Other Prices; N.A. - Not Available; N.C. - Not Communicated; - - None; S - suspended; SS - stock split; - - Ex-Dividend; - - Ex-Rate; - - Other Price Incl. 3% premium change; - - Paris exchange; + - American exchange; - - misquoted earlier; x - not registered with regulatory authority; P - Middle of bid and offered price; E - estimated price; y - price estimated 2 days prior to publication; z - bid price.

The numerical symbols indicate frequency of quotations supplied: (3) - daily; (W) - weekly; (B) - bi-weekly; (M) - monthly; (Q) - quarterly; (S) - semi-annually; (Y) - annually.

and Groups and will not be liable for the list, the data or a qualified independent adviser before investment.

MARKET UPDATES ON NBC TEXT PAGES
and INTERNET

Daewoo Opens New Car Plant

Korean Firm Sees Growth Overseas

KUNSAN, South Korea — Daewoo Motors Co. opened a \$1.2 billion plant Monday even as some analysts warned that a saturated domestic market and growing competition in overseas markets could slash sales and increase inventories.

Korea's top three automakers — Hyundai Motor Co., Kia Motors Corp. and Daewoo — plan to double annual car production capacity to 7 million units by 2000, betting on growth in developing markets such as China and Russia.

"Overcapacity is not a major problem," said Kim Woo Chang, chairman of Daewoo Group. He said auto markets in developing nations were growing by at least 5 percent a year.

In addition, Daewoo Motors plans this year to start exporting cars to the United States, where it hopes to sell 30,000 cars this year and 100,000 cars next year through a direct dealership network.

Daewoo had exported cars to the United States through General Motors Corp. until GM withdrew its 50 percent stake in the carmaker in 1992 after managerial disputes.

The Kunsan plant has an annual production capacity of 320,000 vehicles, bringing the company's annual domestic production capacity to 1.1 million vehicles. Daewoo also makes about 500,000 vehicles a year overseas.

Kim Tae Goo, chairman of Daewoo Motors, said the company would increase its total vehicle production capacity worldwide to 2.5 million by 2000 to become one of the world's top 10 automakers.

Mr. Kim reiterated that his company still wanted to acquire Thomson Multimedia if the French government gave it a second chance.

"I believe the French government will give us a second chance, and if that is the case, we will apply," he said.

(Bloomberg, AFP, Reuters)

Bailout for Jinro Affiliates

Six affiliates of Jinro Group have been designated for "normalization" and will be bailed out, the group's prime creditor, the Commercial Bank of Korea said Monday.

The six firms are Jinro Ltd., Jinro Industries Co., Jinro General Foods Co., Jinro-Cooks Brewing Co., Jinro Construction Co. and Jinro Mass Merchandising Inc., the bank said.

Shares of Amsteel Corp. closed up 8 sen (3 cents), at 2.02 ringgit, on the Kuala Lumpur Stock Exchange. At the close of trading in Bangkok, shares of Securities One had fallen 1 baht (3.8 cents) to 26.5 baht.

Malaysia Firm to Buy Thai Broker

BANGKOK — Amsteel Capital Holdings of Malaysia agreed Monday to buy First Asia Securities PLC of Thailand in the latest in what may be a string of foreign forays into the Thai securities industry.

Amsteel Capital will buy 99.6 percent of the firm from Securities One PLC for an undisclosed amount.

The agreement is the latest move by a foreign company to invest in the Thai securities industry, whose mounting financial problems opened the door to foreigners looking to enter the restricted market cheaply.

Amsteel Capital has been seeking a foothold in Thailand for several years, investment bankers said. It already has units in

STRATEGY: AT&T's Global Plan Unraveling

Continued from Page 11

AT&T's World Partners program is "more like a membership council, and the membership council does not hold the keys of investment," Mr. Goodtree said.

AT&T said that it was disappointed in Telefonica's departure but that it was confident that the remaining Unisource partners — carriers in the Netherlands, Sweden and Switzerland — would continue their drive toward offering pan-European service. Still, John Legere, the company's vice president for global strategy, conceded that the company was grappling with how to improve ties with its overseas partners.

"The issue is sustainability," he said. "As technology changes, as markets liberalize, as product cycles tend to quicken — how do you solidify that relationship so you're moving in lockstep with new innovations?"

Mr. Legere would not say how AT&T intended to do that.

Berge Ayvazian, an analyst for the Yankee Group in Boston, said that responsibility rested with John Walter, AT&T's president and the anointed successor to the company's chairman, Robert Allen.

Computers That Speak, in Any Voice

By Andrew Pollack
New York Times Service

TOKYO — Researchers in Japan are developing electronic impersonators — computer systems that can speak in a particular person's voice.

The systems, which will take some years to perfect, start with an actual recording of a person and break it down into individual sounds, such as those of syllables or letters. The computer can then string these sound elements together in new sequences to utter sentences in the person's voice that the person never actually said.

"If we have a recording of your voice we can make you say almost anything," said Nick Campbell, who leads a group that has developed such a system at ATR International Telecommunications Research Laboratories in Kyoto, which is supported by Japan's government and industry.

In the future, people might choose a "voice font" in which to listen to computer speech in much the same way they now choose a type font for printing out a document. A traveling businessman might have his electronic mail read to him over the phone in the sultry voice of Marlene Dietrich or the crisp English of Sir John Gielgud or perhaps in the voice of the sender or his secretary.

With the electronic impersonators and sophisticated computer animation, actors and actresses who have died might be able to appear in

new movies. Books on tape could be made without the person having to read the entire book out loud.

But the technology could also have many nefarious uses, such as framing or blackmailing someone with a fake "recording." People can no longer absolutely trust photographs and videotape because images can be digitally doctored. Now, the same doubts will extend to voice recordings.

New legal questions are also likely to arise over the extent to which voices can be protected from exploitation by others.

Voices themselves cannot be protected by copyright, which applies to created expressions, said Joseph Beard, a professor at St. John's University School of Law in New York.

But many states have laws protecting a celebrity's image, including his or her voice, from being used for commercial purposes without permission, he said.

The speech systems being developed at ATR and elsewhere are aimed not at impersonation but at improving the quality of synthetic speech.

Such speech is already used for numerous purposes, from car navigation systems to systems that allow people to receive bank account balances and stock quotes over the phone. Text-to-speech converters

allow words on a computer screen to be read aloud, such as to the blind. In the future, some experts predict, people will converse with their computers as naturally as they talk to a friend.

But one problem now is that while synthetic speech is quite intelligible, it sounds artificial. "Customers don't like the unnatural sound and quality," said Lawrence Rabiner, vice president of speech and image processing services at AT&T Laboratories in Murray Hill, New Jersey.

A possible solution: use a real person's voice to make the speech sound more natural. Indeed, AT&T Corp.

has just licensed the technology developed by ATR, which stands for Advanced Telecommunications Research.

Real recordings are already used when a machine is required to speak only a limited number of possible sentences, such as in a voice mail system. But when there are too many possible phrases to record them all, such as for a system that will read text aloud, synthetic speech must be used.

One approach to this has been to use various rules to try to create the proper sound waves. The sentences tend to come out smoothly but the voice is clearly artificial.

The other approach, used by

ATR, is concatenation, which involves stitching together recorded sounds into new combinations — making new sound bites out of sound bytes, so to speak.

The ATR system, known as Chatr, requires an hour of recorded speech from the person whose voice is being copied. The computer breaks this speech down into basic sound elements — such as the "a" and "t" sounds in cat.

Then, in making sentences, the computer chooses the example of each sound that will flow together most naturally with its neighboring sounds and will produce the proper intonation. It takes only seconds for the computer to speak a sentence after it is typed in.

It is still possible to tell that Chatr is a machine. Although it unmistakably reproduces a person's voice, the pacing is not natural and the connections between sound bites is not always seamless. (Hear for yourself at <http://www.idl.atr.co.jp/chatr>.)

Mark Liberman, a professor of linguistics and computer science at the University of Pennsylvania, said there are other speech concatenation systems, such as one developed by France Telecom's research laboratory. But many of these systems modify the recorded sound elements to make them chain together more smoothly, so that the synthetic speech does not sound exactly like the original voice. The ATR system is unique in that no modification is made to the recorded voice, he said.

Soon you may be able to have your phone messages read to you by Marlene Dietrich.

Petron Acts to Face Deregulation

Bloomberg News

MANILA — Petron Corp., the Philippines' largest oil refiner, gearing up for increased competition, announced plans Monday to increase the size of its distribution network and spend more on advertising.

Petron said it would spend 5.4 billion pesos (\$204.9 million) this year, most of it on new gas stations and increased advertising, in response to the oil industry's recent deregulation.

"The name of the game is being accessible," said Ali Ajmi, Petron's president. Mr. Ajmi also said the company could make another round of staff reductions. Last year, Petron reduced its work force by 25 percent, to 1,269.

As part of wide-ranging reforms to deregulate the economy, the Philippines ended more than two decades of fuel price controls in February. That opened the industry to com-

petition from foreign companies like Petroleum Authority of Thailand and France's Total SA, which plan to set up gasoline retailing outlets.

Petron plans to add 40 gas stations to its 992-outlet network and to refurbish 40 stations. But many analysts remain skeptical about Petron's prospects. Its two long-standing rivals, Philippines Shell Petroleum Corp. and Caltex Philippines Inc., have already stepped up their advertising and completed upgrades to their gas-station networks in Manila.

"Deregulation effectively ends the Philippines' history of guaranteed profit margins," said Regina Maazano, analyst at Philippine Asia Equity Securities Inc.

Petron officials said its low costs, and its partnership with Saudi Aramco, the world's largest oil producer, would ensure its continued dominance of the industry.

Singapore Sees Smaller Drop In Its Exports

Compiled by Our Staff From Dispatches

SINGAPORE — Singapore's non-oil exports fell 2.1 percent in March, figures released Monday showed, a smaller decline than many economists expected.

The Trade Development Board said exports of non-oil goods fell to 7.67 billion Singapore dollars (\$5.3 billion) in March from a year ago, after falling 7.9 percent in February.

Economists said the data indicated the economy was on track for recovery in the second half of the year. Non-oil exports are closely monitored as an indicator of the health of the island nation. Electronics and related products make up the majority of Singapore's exports.

Singapore's growth slowed to 7 percent last year from 8.8 percent in 1995 as slower export demand curbed production. The government expects growth of 5 percent to 7 percent this year. (Reuters, Bloomberg)

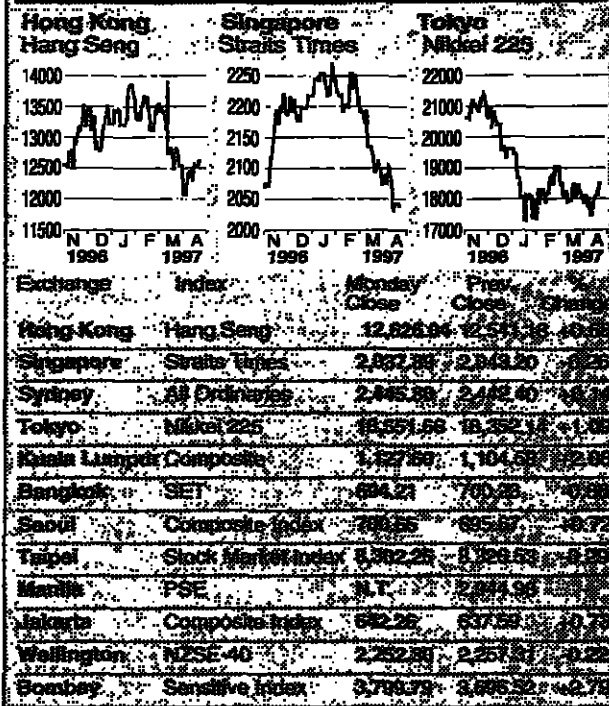
ADVERTISING

Schlumberger

The undersigned announces that as from 29 April, 1997 at Kar-Associatie N.V., Spilstraat 172, Amsterdam, the Certificate Schlumberger Limited represents 5 shares of common stock of US\$0.01 per share, will be payable with Dfls. 3.60 net per Certificate rep. 5 shares and with Dfls. 72.00 net per Certificate rep. 100 shares. (div. per share 20.025; US\$0.375 per share). The dividend distribution is not subject to tax withholding at source.

PARIS ADMINISTRATIEKANTOOR B.V. Amsterdam, 18 April, 1997

Investor's Asia



Very briefly:

• Indonesia said it would proceed with its "national car" program despite Japan's plans to seek a World Trade Organization ruling on the issue. Indonesia's national car policy gives PT Timor Putra Nasional, controlled by President Suharto's youngest son, Hutomo Mandala Putra, tax and tariff breaks to produce the Timor car in association with Kia Motors Corp. of South Korea.

• Japan's leading index of economic activity stood at 44.4 points in February, unchanged from January and below the boom-or-bust line of 50 points for the second consecutive month, the economic planning agency said.

• Hong Leong Corp. of Singapore said it was forming a \$40 million joint venture with AMF Bowling Worldwide of the United States to build and operate 20 bowling centers in the Philippines, Malaysia, Vietnam, Indonesia, Thailand and China.

• Nine current and former executives of the Japanese department store operator Takashimaya Co. agreed to pay a total of 170 million yen (\$1.35 million) to the company in compensation for payoffs to gangsters.

• The Philippines said its budget deficit shrank 58 percent in the first quarter of 1997, thanks to lower-than-expected debt payments because of lower interest rates. The Bureau of the Treasury said the deficit totaled 648 million pesos (\$24.6 million) in the three months ended March 31.

• American Express Co. said its Australian unit would introduce its first credit card, charging a 13.85 percent interest rate.

• Ingersoll-Rand Co. said it had formed a joint venture with Wuxi Boiler Works to make road building equipment for use in China's general construction and infrastructure development industries.

• South Korea said that foreign direct investment jumped 372 percent in the first three months of 1997 from a year ago, to \$2.12 billion, spurred by the country's deregulation drive, officials said.

Reuters, AFP, Bloomberg

On Wednesday, May 28, 1997, as the 50th anniversary of The Marshall Plan approaches, the International Herald Tribune will publish a Special Report on

The Marshall Plan and its Legacy

Among the distinguished contributors will be:

- **Stephen E. Ambrose**, presidential historian and best-selling author, will provide a look back at the plan — its birth and the motives, vision and politics that drove one of the century's boldest moves.
- **Josef Joffe**, the widely respected foreign editor and columnist of the *Sueddeutsche Zeitung*, will look back at the Plan's impact on a defeated Germany, how it may have helped shape the post-war personality of its people and the nation itself, what endures today, and whether the same concepts that made such movements necessary 50 years ago can work today in the east and elsewhere.
- **Michel Crozier**, French sociologist and author, who studied at Harvard as a young man under Marshall Plan funding, will bring alive both the reality of the immediate post-war years in France and central Europe as the continent struggled for momentum and the perspective of Europe 50 years later.
- **U.S. Secretary of State Madeleine Albright** will write about what she sees as the Marshall Plan's relevance today, as governments seek a new departure for post-cold war Europe.
- **Art Buchwald**, humorist and columnist, who chronicled the high-jinks and low-jinks of post-war Paris for the *International Herald Tribune* for so many years, will remind us of what it was like there in the late 1940s and early 1950s when Americans resumed their love affair with France and poured dollars, movies and lots of other things into the continent.
- **Flora Lewis**, the distinguished former columnist of *The New York Times*, will reflect upon the truly revolutionary aspect of the Plan, which was not really the ability to finance it but rather the imposition of cooperation, the forcing of a new way of working together upon countries and markets.
- **Joseph Fitchett**, the IHT's veteran political correspondent, will take us through the colorful yet less grand aspects of these amazing 50 years. The by-products of the Plan were extraordinary, everything from apple orchards in France to the expansion of U.S. covert action to penetrate French Communist trade unions.
- **Barry James**, another venerable IHT correspondent, will remind us of the different ways that European countries — especially France, Italy and the UK — responded to the plan and to each other, how that era provided a glimpse of attitudes that still prevail today, and how one European in particular, Jean Monnet, sought to turn these disparate efforts and attitudes into lasting political achievements and European institutions.

For more information about advertising in this Special Report, please contact Bill Mahder in Paris at (33-1) 41 43 93 78 or fax (33-1) 41 43 92 13 or e-mail: supplements@iht.com.



CURRENCY AND CAPITAL MARKET SERVICES

IFEXCO
International Foreign Exchange Corporation

YOUR GOAL IS OUR GOAL
Margin 3 - 5% - 24 hour trading desk
MARKET UPDATES ON NBC TEXT PAGES 355 & 356
and INTERNET: WWW.IFEXCO.CH
Call for information package & free daily newsletter

88 bis route de Frontenex - 1208 Geneva - Switzerland
Tel (41) 22 849 7411 - 24hr (41) 22 849 7440 - Fax (41) 22 700 1913

For further details
on how to place your listing contact:
Julian STAPLES in London
Tel: (44) 171 836 4802
Fax: (44) 171 240 3417

Herald Tribune
THE WORLD'S DAILY NEWSPAPER

SPORTS

Finally, Cubs Get a Victory

Mets Succumb to Give Chicago a 1-14 Start

After opening the season with 14 straight losses, which set a National League record, the Chicago Cubs finally won.

They beat the New York Mets, 4-3, in the second game of a doubleheader Sunday at Shea Stadium, after dropping the first game, 8-2.

In the second game, the Cubs nearly blew a 4-1 lead in the bottom of the ninth. Chicago's closer, Mel Rojas, strained a hamstring in the

BASEBALL ROUNDUP

eighth inning. Turk Wendell took over in the ninth and allowed a hit and a walk.

The Mets' slugger Todd Hundley fouled off six pitches with a 3-2 count before striking out. Then Lance Johnson ripped a two-run double, and the Cubs' precious lead was down to one run.

But Manny Alexander grounded out to shortstop, and the Cubs' players spilled onto the field to shake hands, a simple and significant ritual they had awaited for three weeks.

Chicago's first baseman, Mark Grace, hugged the Cubs' manager, Jim Riggleman, and the Cubs' reliever Bob Patterson handed out cigars in the clubhouse.

Carl Everett hit two home runs in the first game, becoming the fifth player in Mets history to homer from both sides of the plate in the same game.

"It's a brutal start. I don't think this record will ever be broken," Mark Grace of the Cubs said. "You have to play bad to do that."

White Sox 5, Yankees 7 Tony Phillips has drawn more than 1,000 walks in his major-league career. By any standard, however, the walk he drew in the 11th inning that gave Chicago a victory over New York was odd.

Batting with the bases loaded and two out in the bottom of the 11th, Phillips ran the count to 3-1 against reliever Brian Boehringer.

That's when the fun started.

Phillips began stepping in and out of the batter's box and Boehringer began stepping

Cordero Hits Homer As Red Sox Beat Orioles

The Associated Press

Will Cordero homered in a three-run fourth inning, and the Boston Red Sox beat the Baltimore Orioles, 4-2, Monday in the Patriots Day morning game.

Aaron Sele allowed one run and five hits in 6 1/2 innings, walked five and struck out three.

Scott Erickson gave up all four runs — three earned — in 5 1/2 innings. Baltimore stranded runners in each of the first four innings and left nine on in all.

Boston went ahead in the fourth when Reggie Jefferson singled, Tim Lincecum doubled, Troy O'Leary hit a sacrifice fly and Cordero hit his fourth homer, a drive over the Green Monster in left field.

on and off the rubber. The first-base umpire, John Shulock, told both players to get down to business.

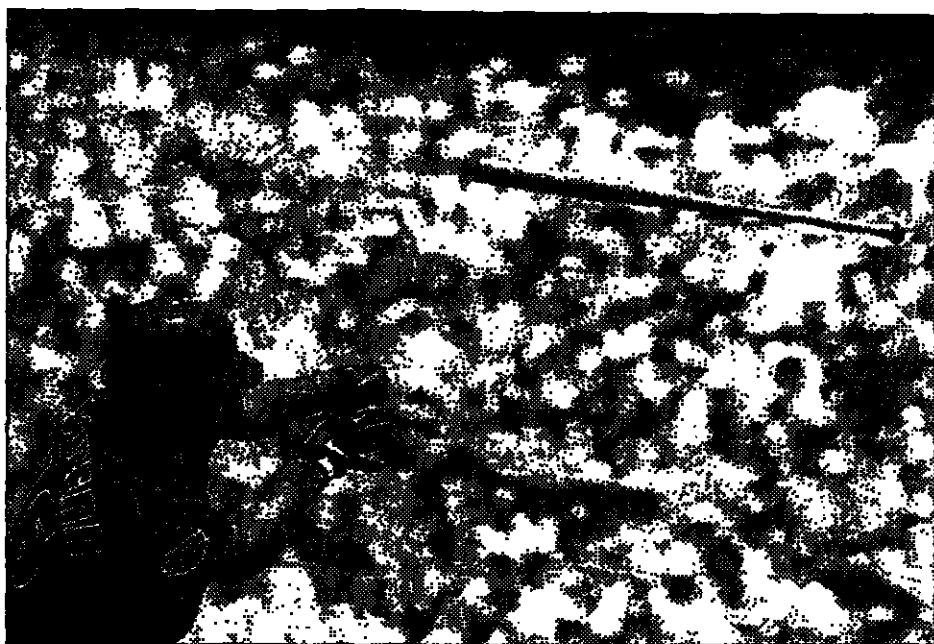
Phillips began barking at Shulock and had to be restrained by his first-base coach, Ron Jackson. Shulock said the whole thing was a waste of time.

"That was one of the damn stupid childish games that these men play sometimes," Shulock said.

Boehringer's next pitch was ball four, and Phillips walked to first base to score the winning run.

Giants 2, Marlins 0 Osvaldo Fernandez pitched well, and Jeff Kent and Rick Wilkins hit sacrifice flies as host San Francisco ran its winning streak to nine games.

Rockies 9, Braves 2 Darren Holmes, a reliever making his first major-league start, held hot-hitting Atlanta in check, and Larry Walker and Quinton McCracken had four hits apiece for Colorado.



Toronto's Julio Mosquera letting go his bat, which landed in the Blue Jays' dugout.

Expos 5, Phillies 1; Expos 3, Phillies 0 Pedro Martinez, making only his second start of the season, pitched a strong game as visiting Montreal swept Philadelphia in a doubleheader.

Montreal pitchers combined on a three-hitter as the Expos ended a three-game slide with a victory in the opener.

Astros 3, Dodgers 1 Craig Biggio hit two home runs, including a two-out, two-run shot off Tom Candiotti in the eighth inning at Los Angeles.

Pirates 5, Reds 3 Jon Lieber allowed one earned run in the third consecutive start as Pittsburgh beat Cincinnati, continuing the Reds' woes on the road.

Padres 8, Cardinals 2 Quilvio Vera, Tony Gwynn and Ken Caminiti each drove in two runs as San Diego beat St. Louis in the finale of the first major-league series in Hawaii.

Orioles 11, Red Sox 1 Jerome Walton got his seventh straight hit for Baltimore, and Jimmy

Key shut down Boston at Fenway Park.

Martinez 10, Twins 6 Ken Griffey hit his ninth home run, and Seattle beat Minnesota at the Kingdome.

Tigers 9, Athletics 2 Mark McGwire hit a 491-foot (150-meter) home run, becoming just the fourth player to clear the left-field roof at Tiger Stadium. Detroit overcame that blow as Tony Clark hit a three-run homer, and Brian Hunter and Darnell Baskley also connected.

Rangers 10, Blue Jays 6 Dean Palmer hit a grand slam and a home run with no one on base as Texas beat Toronto for the sixth straight time.

Angels 11, Royals 1 Tim Salmon tied a career-high with five RBIs, and rookie Jason Dickson pitched a three-hitter at Kansas City.

Indians 6, Brewers 4 Orel Hersher pitched Cleveland past visiting Milwaukee in spite of hitting three batters, a career-high, and making a throwing error. (NYT, AP)

Oilers Daze Stars

In 4-3 OT Victory

The Associated Press

With four minutes to play in Edmonton, the Oilers trailed the Dallas Stars, 3-0, in their Western Conference playoff game.

But the Oilers drew even with goals by Doug Weight, Andrei Kovalenko and Mike

NHL PLAYOFFS

Grier and then won the game Sunday, 4-3, nine minutes and 15 seconds into overtime with a goal by Kelly Buchberger.

Mike Modano, Benoit Hogue and Joe Nieuwendyk gave the Stars a three-goal lead before the end of the second period.

The Oilers lead the first-round series, 2-1, over Dallas. Game 4 is Tuesday night in Edmonton.

Blackhawks 4, Avalanche 3 In Chicago, the Blackhawks outworked Colorado, the defending Stanley Cup champion, to win on Sergei Krivokrasov's goal 11:03 into the second overtime.

The Blackhawks blew a 3-1 third-period lead, but the Avalanche helped them by missing several scoring chances. Colorado would have been hopelessly behind if not for Patrick Roy's stellar goaltending.

Eric Daze scored twice and Tony Amonte once for Chicago. Keith Jones, Rene Corbet and Claude Lemieux had goals for the Avalanche.

The Avalanche is ahead, 2-1, in the best-of-seven series that resumes Tuesday in Chicago.

Rangers 3, Panthers 0 In the Eastern Conference, Mike Richter stopped 31 shots for his seventh career playoff shutout as New York won in Florida.

John Vanbiesbrouck had blanked New York for four and a half periods before Wayne Gretzky broke his spell with a shapshot in the second period of the game Sunday.

Essi Tikkanen and Luc Robitaille also scored for the Rangers to tie the series at one game each.

Red Wings 3, Blues 2 In St. Louis, Brendan Shanahan and Steve Yzerman scored goals on power plays to end a dominating run by St. Louis's penalty killers, Kris Draper scored the first goal for the Red Wings, who took a 2-1 lead in the best-of-7 series. Brett Hull got his first goal of the playoffs and Joe Murphy also scored for the Blues.

The Red Wings had gone 0-for-14 on the power play in the first two games but were 2-for-9 in Game 3.

Coyotes 4, Mighty Ducks 1 Darrin Shannon scored two first-period goals while Nikolai Khabibulin held off Anaheim, which leads the series 2-1, with 30 saves for a Phoenix victory at home. Mike Gartner broke out of a scoring slump to add the Coyotes' fourth goal.

SCOREBOARD

BASEBALL

MAJOR LEAGUE STANDINGS

AMERICAN LEAGUE

EAST DIVISION

Team	W	L	Pct.	GB
Baltimore	11	7	.611	0
Toronto	8	8	.500	3 1/2
Seattle	8	8	.500	3 1/2
Minnesota	7	11	.389	5 1/2
New York	5	12	.294	7 1/2

CENTRAL DIVISION

Team	W	L	Pct.	GB
Minnesota	10	6	.625	0
Chicago	8	9	.471	1 1/2
Cleveland	7	10	.413	2 1/2
Kansas City	7	10	.413	2 1/2
Chicago	5	12	.294	4 1/2

WEST DIVISION

Team	W	L	Pct.	GB
Seattle	11	7	.611	0
Florida	9	7	.563	1 1/2
Florida	9	7	.563	1 1/2
Atlanta	7	10	.413	2 1/2
Atlanta	5	12	.294	4 1/2

NATIONAL LEAGUE

EAST DIVISION

Team	W	L	Pct.	GB
Atlanta	13	4	.765	0
Florida	10	7	.588	3 1/2
Atlanta	9	8	.529	4 1/2
Atlanta	6	11	.353	7 1/2
Atlanta	5	12	.294	8 1/2

CENTRAL DIVISION

Team	W	L	Pct.	GB
Atlanta	11	7	.611	0
Atlanta	8	10	.441	3 1/2
Atlanta	6	12	.333	5 1/2
Atlanta	5	13	.278	6 1/2
Atlanta	4	14	.222	7 1/2

WEST DIVISION

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L	Pct.	GB
Atlanta	13	3	.813	0
Atlanta	10	6	.625	3 1/2
Atlanta	8	8	.500	5 1/2
Atlanta	6	10	.375	7 1/2
Atlanta	5	11	.313	8 1/2

SUMMARY'S LEAD BROTHERS

Team	W	L</
------	---	-----

ART BUCHWALD

The Wages of Law

WASHINGTON — The public watches more crime shows on television than any other form of entertainment. Most involve shooting, mayhem and lawyers. But the TV producers don't show you what really happens when a character seeks out a lawyer to defend him.

Butch Raton, falsely accused of killing the man who walked his dog, is ushered into the marble halls of Whatnot & Whatnot — the celebrated trial lawyers — and escorted to the mahogany-paneled office of Hiram Whatnot.



Buchwald

Hiram speaks first: "If you sit down, it will cost you \$5,000."

"But I haven't even told you my story."

"We don't listen to a story until we get paid."

"On television they never show a client paying his legal fee. It gives the public a false impression of how the legal system works. The most terrible thing in this country is that the American people expect lawyers to work for nothing."

"I'm willing to pay a reasonable retainer in exchange for an acquittal, as well as an hourlong interview with Barbara Walters."

"There is no such thing as a reasonable fee. Lawyers must be compensated as much as TV repairmen. When evil lurks in the hearts of men it is our job to get the person off. But we can't do it for chopped chicken liver."

"How much do you want?"

"For a criminal case we always ask for \$25,000."

"I'll pay it."

"That's just for starters. Once our law clerks begin examining the evidence, we charge \$500 an hour, not counting photocopying, faxing and cellular phone charges to our London office."

"You're not cheap."

"We have 150 partners to feed as well as expenses for the company trip to Bermuda. We are one of the top law firms in the country. We won the Judge Ito Softball Championship this spring. You're lucky to get us."

"Do you take credit cards?"

"That would be tacky. We prefer a cashier's check or cash."

"What kind of defense do I have?"

"It all depends on how many TV shows we can get you on. The TV producers aren't hungry for a man who killed his dog-walker. It's going to be hard even to plead a crime of passion."

"Can I make a deal?"

"You can, but it will cost you an extra \$67,000."

"Could you cut your fee if I pleaded insanity?"

"Insanity is not a good thing to plead because there's no money in it. Would you like a peppercorn?"

"Thanks."

"That will be another \$25."

"Can I ask you a question?"

"Why don't they ever show lawyers demanding their fees on TV?"

"It would be too violent and would cause lifelong damage to the children."

Homer: A Translator's Odyssey

By Mel Gussow
New York Times Service

NEW YORK — When Robert Fagles translates Homer, legions of earlier translators are looking over his shoulder, along with Homer himself, a lively presence from 2,700 years ago. Then there is what he refers to as "the translation police," that cadre of keepers of the Homeric flame who will allow no divergence from the original.

In a recent interview, Fagles declined to name the members of the translation police because he did not want to "call them down from heaven with lightning bolts." Undaunted, he has had his own way with Homer, six years ago with his acclaimed translation of "The Iliad," currently with his version of "The Odyssey." With both books, he has approached Homer as a kind of bardic performance artist, uncovering a spontaneity behind the lapidary poetry.

Fagles recently was awarded the PEN/Ralph Manheim Medal for lifetime achievement in the field of translation. One other sign of his success is that, along with the text of "The Odyssey" (published by Viking), there is the audio version of the complete poem, recorded by Ian McKellen on 12 cassettes and running 13 hours and 10 minutes.

McKellen's performance, in which he acts as narrator and plays all the characters, is the ideal accompaniment to the book. The published text, now in its seventh printing, has sold 50,000 copies and the audio version 9,000, a bonanza for such a literary work.

Asked why he had chosen to translate "The Odyssey," despite all the extant versions, Fagles indicated that there are as many reasons as there are Disney Dalmatians, and the first is that translation is not "a word-for-word equivalent, but an interpretation."

Quoting W.H. Auden, he regards a translation as "Braille for the blind."

"Homer is always changing," he said. "You might say that he's fixed back there in time, but he's always being transformed by subsequent ages that absorb him and revise him and see him according to their own

The Starting Gate

New York Times Service

THE opening lines of "The Odyssey" in various translations over the centuries:

*The man, O Muse, inform me, that many a way
Wound with his wisdom to his wished stay;
That wandered wondrous farre when He the towne
Of sacred Troy had sackt and shiverd downe.*

George Chapman (1616)

*The Man, for wisdom's various arts renown'd,
Long exercis'd in woes, O Muse! resound.
Who, when his arms had wrought the destin'd fall
Of sacred Troy, and raz'd her heav'n-built wall...*

Alexander Pope (1726)

*O divine poesy
Goddess-daughter of Zeus
Sustain for me
The song of the various-minded man
Who after he had plundered
The innermost citadel of hallowed Troy
Was made to stray grievously.*

T.E. Lawrence (1932)

*Sing in me, Muse, and through me tell the story
Of that man, skilled in all ways of contending,
The wanderer, harried for years on end, after he plundered
The stronghold on the proud height of Troy.*

Robert Fitzgerald (1961)

*Tell me, Muse, of the man of many ways, who was
driven
far journeys, after he had sacked Troy's sacred citadel.*

Richmond Lattimore (1967)

*Sing to me of the man, Muse, the man of twists and
turns
driven time and again off course, once he had
plundered
the hallowed heights of Troy.*

Robert Fagles (1996)

lights. Although the text is fairly stable, Homer is "something of a moving target."

For Fagles, it is as important to know what poets are doing "in the name of Homer, as it is for me to master Homer himself." He amended that statement, "Or herself. I doubt very much that Homer was a woman, but Robert Graves thought so in that fascinating book of his called 'The Authoress of the Odyssey.'" It is also theorized that there was more than one Homer, but Fagles said he had "always resisted the idea of Homer as a committee." He added: "If Homer was a performer, as he seems to have been, rather

than a writer, there is all the room in the world for another performance. If Homer were the one telling the story, he probably had to ventriloquize his voice into the voices of a multiplicity of characters, very much what Ian McKellen is doing."

Through centuries, the work had to be handed down by word of mouth. The question of authenticity leads Fagles to a serendipitous conclusion: "It's nice not to have to face the heirs of Homer. If I thought the translation police were a problem, God knows what the heirs would be."

Although some translators feel a keen sense of competition, he said, he takes a more evolutionary approach: one translation leads to and feeds another. He is, however, disparaging about George Chapman's 17th-century version, the subject of the Keats poem. "On First Looking Into Chapman's Homer," On last looking, Fagles retained his skepticism: "I find him almost impossible to read. He's everything Homer is not. He is complicated and clumsy and Homer is swift, direct and simple." Fortunately, "Homer managed to survive Chapman and fall into Pope's hands," and Pope's Homer is "senatorial, finished, a highly literary product."

Two contemporary writers were crucial to Homer and closest to Fagles. Reading Richmond Lattimore's "Iliad" as a freshman at Amherst College, he experienced a Keatsian epiphany, and ended his pre-med curriculum and began studying Greek. Robert Fitzgerald's "Odyssey" was a "lyrical, very personal" further revelation.

He admired their work (and Fitzgerald became a friend), but he is candid about their perspective: "Both were more interested in translating Homer into a literary artifact than in producing a kind of performance."

Fagles said there was an awakening of interest in Homer, akin to that in Jane Austen. "It is a hungering for stories we can sink our teeth into," he said. "There's a lot of academic hand-wringing about the death of literacy, the death of the book. Such things



Fagles: "Homer is always changing."

believe that, as do the superstores with their inventory of over 100,000 titles."

In his version, Fagles wanted to combine the timely and the timeless. His purpose, he said, was "to convey the sound of many voices." On one level, this means diversifying the language. For example, in many translations, there are repeated references to the "resourceful Odysseus." "If I did that," he said, "I would feel resourceless." In response, he reinterprets the Greek word *polymatis*. Depending on the context, Odysseus is variously referred to as "the great tactician," "the great teller of tales," and "the man of all occasions." On the other hand, there are some givens in Homeric translation: the expression "wine-dark sea."

Speaking pragmatically, Fagles says there may come a time when his version will be considered out of date. If so, it will not be outmoded by "events or modes of scholarship but by a writer who has an idea for doing it in a way that hasn't been done before," the need, in other words, for "a new kind of Braille for the blind." As with Fagles, there will always be intrepid voyagers in the world of Homer.

Despite all difficulties, he said, "the business of translating Homer is irresistible."

PEOPLE



Into the final frontier: Gene Roddenberry, left, and Timothy Leary.

THE ashes of "Star Trek" creator Gene Roddenberry and the LSD advocate Timothy Leary rocketed into the final frontier on Monday. The Pegasus rocket detached from a Lockheed L-1011 over the Canary Islands and roared off into space, carrying their ashes and those of 22 others, including several space pioneers. The flight fulfills one of Leary's last wishes, said Carol Rosin, a friend who came to Spain to watch the launch. She said that the LSD guru had told her last year, when he was dying of prostate cancer, "I want you to get me into outer space." On Leary's vial, was inscribed the message: "Peace Love Light You-MeOne." Roddenberry, whose 1960s "Star Trek" TV series gained a cult following, didn't know about plans for space funerals when he died in 1991. The Houston-based Celestis Inc., which launched the space funeral industry on Monday, telephoned Majel Roddenberry, who agreed to send the ashes of her husband where he had never gone before.

Pulling a major article on deadline simply isn't done at The New Yorker. But the veteran staff writer Mark Danner did it, infuriating editor Tina Brown in the process. For this week's special double issue on Europe, Danner had submitted a 16,000-word rumination called "Marooned in the

Cold War." Editors cut it to 10,000 words, and Danner balked, saying the point of the piece was to reach non-foreign-policy specialists. Deadline approached, Danner refused to allow the truncated version to be published. Brown and Danner exchanged vituperative letters, sources told The Washington Post, with Danner likening the combat to a nuclear war with no winners. The Europe issue went to press without him.

Poets, politicians, hippies and anarchists filled a San Francisco sanctuary to pay a soulful tribute to the late Beat poet Allen Ginsberg. More than 2,000 people stood for a poetry reading at Temple Emanu-El in honor of Ginsberg, who died in New York on April 5. Gary Snyder, Robert Hass and Lawrence Ferlinghetti were among poets who reminisced about the man who redefined modern poetry with the graphic, surreal poem "Howl," in 1955.

Dowager Queen Ingrid, whose common touch helped hold her country together during Nazi occupation, quietly celebrated her 50 years as queen of Denmark. Ingrid, the mother of Queen Margrethe II, is still active at age 87. She stepped out of

the limelight when her husband, King Frederick IX, died in 1972, but her easy-going style surfaced again last month when she was pulled from a burning car, then calmly went out for coffee while her driver doused the flames.

The mother of the slain rapper Tupac Shakur has sued Death Row Records for \$17 million, claiming that the label had failed to pay royalties. The federal suit follows a \$7.1 million lawsuit Death Row filed against Shakur's estate earlier this month, demanding reimbursement for money allegedly advanced to Shakur for cars, houses, jewelry and other expenditures.

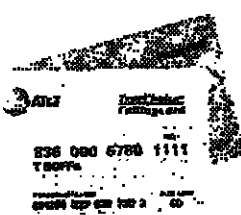
The Frenchman Alain Robert, known as "Spiderman" for scaling high-rise buildings, has added the 32-story Sabah Foundation building in Malaysia's eastern Sabah state to his list of conquests. Watched by a crowd of hundreds in Sabah state's capital of Kota Kinabalu, Robert reached the top of the building from the 16th floor in less than five minutes. Robert made headlines in Malaysia when he was arrested last month for scaling the Petronas Twin Towers in Kuala Lumpur without permission. His most recent climb was for charity.



The rain in 900-99-0611
stays mainly in the plain.

Steps to follow for easy calling worldwide:

1. Just dial the AT&T Access Number for the country you are calling from.
2. Dial the phone number you're calling.
3. Dial the calling card number listed above your name.



AT&T Access Numbers

EUROPE			
Austria • C	022-983-611	Sweden	028-795-611
Belgium •	8-006-108-10	Switzerland •	0800-99-0011
Czech Republic •	88-42-000-101	United Kingdom •	0508-99-0011
France •	00-00-99-0011		0800-99-0011
Germany •	0120-0010	MIDDLE EAST	
Greece •	00-000-1311	Egypt (Cairo) •	518-0200
Ireland •	1-800-550-000	Israel •	177-106-2727
Italy •	172-1011	Saudi Arabia •	1-800-10
Netherlands •	0200-022-9111	AFRICA	
Russia • (Moscow) •	755-5842	Ghana •	0191
Spain •	800-99-00-11	Kenya •	0-800-10
		South Africa •	0-800-05-0123

Can't find the AT&T Access Number for the country you're calling from? Just ask any operator for AT&T Direct® Service, or visit our Web site at: <http://www.att.com/traveler>

Every country has its own AT&T Access Number which

makes calling home and to other countries really easy.

Just dial the AT&T Access Number for the country

you're calling from and we'll take it from there. And

be sure to charge your calls on your AT&T Calling

Card. It'll help you avoid outrageous phone charges

on your hotel bill and save you up to 60%* Low rates

and the fastest, clearest connections home 24 hours

a day. Rain or shine. That's AT&T Direct® Service.

Please check the list below for AT&T Access Numbers.

Executives
Quit Nomura
Over Scandal

By Bruce W. Wilson

SEATTLE — The scandal over a \$100 million investment in a Japanese company has led to the resignation of several executives at Nomura Securities Inc., a major U.S. financial institution.

The scandal involves the company's investment in a Japanese company, which was later found to be a shell company.

The scandal has led to the resignation of several executives, including the company's president and chief executive officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.

The scandal has also led to the resignation of several other executives, including the company's vice president and chief financial officer.